

Requested by Representative WILLIAMS

**PROPOSED AMENDMENTS TO
HOUSE BILL 2906**

1 In line 2 of the printed bill, delete the period and insert “; creating new
2 provisions; and amending ORS 238A.330.”.

3 Delete lines 4 through 11 and insert:

4 **“SECTION 1.** ORS 238A.330 is amended to read:

5 “238A.330. (1) A member of the individual account program must make
6 employee contributions to the individual account program of six percent of
7 the member’s salary.

8 “(2) Employee contributions made by a member of the individual account
9 program under this section shall be credited by the Public Employees Re-
10 tirement Board as follows:

11 “(a) Except as provided in paragraph (c) of this subsection, for a member
12 who established membership in the Public Employees Retirement System be-
13 fore August 29, 2003, as described in ORS 238A.025:

14 “(A) If the member’s salary does not exceed [~~\$2,500~~] **\$3,333** in a calendar
15 month, the board shall credit all employee contributions made by the member
16 under this section to the employee account established for the member under
17 ORS 238A.350 (2).

18 “(B) If the member’s salary exceeds [~~\$2,500~~] **\$3,333** in a calendar month,
19 the board shall credit:

20 “(i) 3.5 percent of the member’s salary to the employee account estab-
21 lished for the member under ORS 238A.350 (2); and

1 “(ii) 2.5 percent of the member’s salary to the employee pension stability
2 account established for the member under ORS 238A.353.

3 “(b) Except as provided in paragraph (c) of this subsection, for a member
4 who established membership in the system on or after August 29, 2003, as
5 described in ORS 238A.025:

6 “(A) If the member’s salary does not exceed [~~\$2,500~~] **\$3,333** in a calendar
7 month, the board shall credit all employee contributions made by the member
8 under this section to the employee account established for the member under
9 ORS 238A.350 (2).

10 “(B) If the member’s salary exceeds [~~\$2,500~~] **\$3,333** in a calendar month,
11 the board shall credit:

12 “(i) 5.25 percent of the member’s salary to the employee account estab-
13 lished for the member under ORS 238A.350 (2); and

14 “(ii) 0.75 percent of the member’s salary to the employee pension stability
15 account established for the member under ORS 238A.353.

16 “(c) During a biennium following a rate setting valuation prepared by the
17 actuary under ORS 238.605 that shows that the funded status of the system,
18 including any lump sum payments made under ORS 238.229, is 90 percent or
19 greater, the board shall credit all employee contributions made by a member
20 of the individual account program to the employee account established for
21 the member under ORS 238A.350 (2).

22 “(3) If any contributions made by a member of the individual account
23 program are credited to the employee pension stability account under sub-
24 section (2) of this section, the member may make additional employee con-
25 tributions to the individual account program in the amount credited to the
26 employee pension stability account. The board shall credit employee contri-
27 butions made under this subsection to the employee account established for
28 the member under ORS 238A.350 (2). Contributions under this subsection may
29 not be paid by the employer under ORS 238A.335.

30 “(4) A new member of the individual account program shall first make

1 contributions under this section for those wages that are attributable to
2 services performed by the employee during the first full pay period following
3 the six-month probationary period required under ORS 238A.300, without re-
4 gard to when those wages are considered earned for other purposes under
5 this chapter.

6 “(5) On January 1 of each year, the board shall adjust the dollar amounts
7 provided in subsection (2) of this section to reflect any percentage increase
8 in the cost of living for the previous calendar year, based on changes in the
9 Consumer Price Index for All Urban Consumers, West Region (All Items),
10 as published by the Bureau of Labor Statistics of the United States Depart-
11 ment of Labor.

12 **“SECTION 2. The amendments to ORS 238A.330 by section 1 of this**
13 **2021 Act apply to calendar months beginning on and after the effective**
14 **date of this 2021 Act.”**

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