

A-Engrossed House Bill 5032

Ordered by the House June 18
Including House Amendments dated June 18

Introduced and printed pursuant to House Rule 12.00. Pre-session filed (at the request of Oregon Department of Administrative Services)

SUMMARY

The following summary is not prepared by the sponsors of the measure and is not a part of the body thereof subject to consideration by the Legislative Assembly. It is an editor's brief statement of the essential features of the measure.

Limits certain biennial expenditures from fees, moneys or other revenues, including Miscellaneous Receipts, but excluding lottery funds and federal funds, collected or received by Public Employees Retirement System.

Limits biennial expenditures by Public Employees Retirement System from specified funds.

Authorizes specified nonlimited expenditures.

[Appropriates moneys from General Fund for deposit in School Districts Unfunded Liability Fund.]

Declares emergency, effective July 1, 2019.

A BILL FOR AN ACT

Relating to the financial administration of the Public Employees Retirement System; and declaring an emergency.

Be It Enacted by the People of the State of Oregon:

SECTION 1. Notwithstanding any other law limiting expenditures, the following amounts are established for the biennium beginning July 1, 2019, as the maximum limits for payment of expenses from fees, moneys or other revenues, including Miscellaneous Receipts but excluding lottery funds and federal funds, collected or received by the Public Employees Retirement System, for the following purposes:

- (1) **Central Administration**
- Division \$ 5,549,108
- (2) **Financial and Administrative**
- Services Division..... \$ 33,101,014
- (3) **Information Services Division ..** \$ 26,144,003
- (4) **Operations Division.....** \$ 39,438,343
- (5) **Compliance, Audit and Risk**
- Division \$ 8,524,534

SECTION 2. Notwithstanding any other law limiting expenditures, the amount of \$1 is established for the biennium beginning July 1, 2019, as the maximum limit for payment of expenses by the Public Employees Retirement System from the Employer Incentive Fund.

SECTION 3. Notwithstanding any other law limiting expenditures, the amount of \$11,539,471 is established for the biennium beginning July 1, 2019, as the maximum limit for payment of expenses by the Public Employees Retirement System from the School Districts

Note: For budget, see 2019-2021 Biennial Budget

NOTE: Matter in boldfaced type in an amended section is new; matter *[italic and bracketed]* is existing law to be omitted. New sections are in boldfaced type.

1 **Unfunded Liability Fund.**

2 **SECTION 4.** Notwithstanding any other law limiting expenditures, the following amounts
3 are established for the biennium beginning July 1, 2019, as the maximum limits for payment
4 of expenses from fees, moneys or other revenues, including Miscellaneous Receipts but ex-
5 cluding lottery funds and federal funds, collected or received by the Public Employees Re-
6 tirement System, for the Core Retirement System Applications program and the
7 implementation of chapter 355, Oregon Laws 2019 (Enrolled Senate Bill 1049):

- 8 (1) **Project management and**
9 **administration.....** \$ 2,500,000
- 10 (2) **Quality assurance and**
11 **testing.....** \$ 2,500,000
- 12 (3) **Information technology**
13 **applications** \$ 25,992,000
- 14 (4) **Operational implementation.....** \$ 7,567,714
- 15 (5) **Contingency reserve** \$ 500,000

16 **SECTION 5.** For the biennium beginning July 1, 2019, expenditures by the Public Em-
17 ployees Retirement System for refunds, retirement benefits, deferred compensation and in-
18 dividual account program payments, health insurance premiums, health insurance premium
19 subsidies, third party administrator costs for health and individual account programs and
20 Public Employee Benefit Equalization Fund payments are not limited.

21 **SECTION 6.** This 2019 Act being necessary for the immediate preservation of the public
22 peace, health and safety, an emergency is declared to exist, and this 2019 Act takes effect
23 July 1, 2019.

