

1 HOUSE BILL NO. 113

2 INTRODUCED BY J. O'HARA

3 BY REQUEST OF THE TEACHERS' RETIREMENT BOARD

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5 A BILL FOR AN ACT ENTITLED: "AN ACT INCREASING THE UNIVERSITY SYSTEM OPTIONAL
6 RETIREMENT PROGRAM SUPPLEMENTAL CONTRIBUTION RATE; AMENDING SECTION 19-20-621, MCA;
7 AND PROVIDING AN EFFECTIVE DATE."

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9 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:

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11 **Section 1.** Section 19-20-621, MCA, is amended to read:12 **"19-20-621. Montana university system optional retirement program supplemental contributions.**

13 (1) Each employer within the university system with employees participating in the optional retirement program
14 under Title 19, chapter 21, shall contribute to the teachers' retirement system a supplemental employer
15 contribution sufficient to amortize, by July 1, 2033, the past service liability of the teachers' retirement system for
16 the university system members.

17 (2) ~~(a) The~~ Except as provided in subsection (2)(b), the optional retirement program supplemental
18 employer contribution as a percentage of the total compensation of all employees participating in the program
19 is:

20 ~~(a) 4.04% beginning July 1, 2001, through June 30, 2007; and~~21 ~~— (b) 4.72% beginning July 1, 2007.~~

22 (b) Beginning July 1, 2011, the supplemental contribution rate required by subsection (2)(a) must
23 increase by 0.5% on July 1 of each year until July 1, 2019, unless the supplemental contribution rate as of the
24 most recent valuation is sufficient to maintain the amortization of the university system's past service liability by
25 July 1, 2033.

26 (3) The board shall ~~periodically~~ review the supplemental employer contribution rate biannually and
27 recommend adjustments to the legislature as needed to maintain the amortization of the university system's past
28 service liability by July 1, 2033."

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30 NEW SECTION. **Section 2. Effective date.** [This act] is effective July 1, 2011.

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