

PROPOSED AMENDMENTS TO HOUSE BILL NO. 1102

Page 2, line 2, after the underscored period insert "This annual benefit adjustment is conditioned on an actuarial test performed annually by the board's actuarial consultant to determine the actuarial adequacy of the statutory contribution rate. The board shall report the results of the actuarial test annually to the employee benefits programs committee. If the actuarial valuation indicates a shortfall between the actuarially determined benchmark contribution rate and the statutory rate, the board may reduce or suspend the conditional annual benefit adjustments. The actuarial adequacy test fails if one or more of the following are true:

1. The shortfall is greater than six-tenths of one percent in any year;
2. The shortfall is greater than three-tenths of one percent in any two consecutive years; or
3. A shortfall exists in three consecutive years."

Renumber accordingly