

JOINT COMMITTEE ON PUBLIC EMPLOYEE RETIREMENT
SECOND QUARTER MEETING
May 5, 2015

The Joint Committee on Public Employee Retirement held its 2nd Quarter Meeting on Tuesday, May 5, 2015 at 8:00 am in House Hearing Room 4. With a quorum being established, Representative Leara called the meeting to order. Joint Committee members in attendance were Senators Chappelle-Nadal, Keaveny, Schaaf, Wallingford and Walsh and Representatives Anders, Bernskoetter, Runions and Walker.

The Chairman made a motion for the committee to go into closed session. Senator Keaveny seconded the motion. The motion was unanimous with a roll call vote.

After business was completed in the closed session, Representative Leara announced the resignation of the Executive Director, Ronda Stegmann. The committee thanked Ronda for her years of service and wished her the best in her new position.

Representative Leara turned the meeting over to the Executive Director, Ronda Stegmann. The fiscal year 2015 committee budget was reviewed. The Director presented action items that require approval of the committee. The Director requested the authority from the committee to purchase an additional scanner, which will be used for record preservation. Additionally, the committee also discussed the conference held by the Missouri Association of Public Employee Retirement Systems (MAPERS). The Director indicated the committee must approve conference expenses for staff and/or committee members to attend. Representative Leara made the motion, Senator Keaveny seconded the motion and by unanimous consent the committee approved the budgetary items, which included purchase of equipment as well as staff and committee member reimbursement for attendance to the MAPERS conference in July.

The Director presented correspondence which was sent out to three plans regarding their tax levy proceeds not generating enough revenue to cover the annual determined contribution as recommended by the plan actuary. This correspondence was also to let the plans know that JCPER can be used as a resource to provide information regarding how other Missouri public pension plans have addressed funding concerns.

Annual plan survey procedure was discussed. The Director indicated the surveys are in the process of being sent out to the individual plans and that an emphasis was placed on providing payment of fee information.

The Director reviewed pension related legislation that was moving through the legislative process. It is noted 17 bills have crossed chambers and that there are two Truly Agreed to and Finally Passed bills, HB 326 and HB 515. The committee will receive an abbreviated status report of the proposals moving on a more frequent basis over the last weeks of the legislative session.

Quarterly plan reporting was reviewed from the first quarter of 2015. Many of the plans do not have their information available yet for submission, but it was noted that the majority of the plans who have submitted have a higher ending market value than beginning market value.

The JCPER 3rd quarter meeting will be held during veto session.

No further business being presented, the committee adjourned.


Ronda Stegmann
Executive Director



JOINT COMMITTEE ON PUBLIC EMPLOYEE RETIREMENT

2nd QUARTER MEETING
May 5, 2015
8:00 a.m.— House Hearing Room 4

AGENDA

Roll Call

Budgetary Items*

Plan Issues
Contribution Deficiencies
Fee payments

Legislation

Quarterly Reporting

Other Business

**Action Item*

Portions of the meeting may be closed pursuant to Section 610.021, RSMo



SAM II Data Warehouse Web Interface Report

Date: 04/23/2015 11:26:01 AM

Budget Fiscal Year: 2015

Fiscal Year: 2015

Fund: 0101 - GENERAL REVENUE

Agency: 010 - LEGISLATURE-OPERATING

Organization: 2016 - SENATE

Appropriation: 4190 - JOINT COMM RETIREMENT SYS-0101

Group By: Object

Object Desc	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	YTD Exp
REGULAR WAGES	9,497.54	9,415.04	9,250.04	9,250.04	9,250.04	9,250.04	9,296.30	9,342.56	9,342.56	4,671.28	0.00	0.00	88,565.44
IN-STATE MILEAGE	0.00	159.84	130.98	0.00	321.16	0.00	0.00	0.00	0.00	0.00	0.00	0.00	611.98
IN-STATE LODGING	226.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	226.00
IN-STATE MEALS	0.00	0.00	6.48	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	6.48
OTHER IN-STATE TRAVEL EXPEN	0.00	0.00	28.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	28.00
OUT-OF-STATE COMM TRANS-OTHER	0.00	0.00	237.84	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	237.84
OUT-OF-STATE LODGING	0.00	0.00	226.01	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	226.01
OUT-OF-STATE MEALS	0.00	0.00	35.63	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	35.63
OFFICE SUPPLIES	0.00	97.11	36.13	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	133.24
ORGANIZATION MEMBERSHIPS	0.00	0.00	0.00	0.00	0.00	0.00	0.00	50.00	0.00	0.00	0.00	0.00	50.00
TELECOMMUNICATION CHRG	0.00	0.00	0.00	0.00	0.00	0.00	11.74	0.00	0.00	0.00	0.00	0.00	11.74
INTERNET CHARGES	0.00	0.00	0.00	0.00	0.00	0.00	53.98	0.00	0.00	0.00	0.00	0.00	53.98
EXPRESS & FREIGHT SERVICES	0.00	0.00	0.00	3.65	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	3.65
OFFICE FURN & EQUIP RENTALS	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	0.00	0.00	50.00
AGENCY PROVIDED FOOD	0.00	9.40	0.00	9.40	4.70	4.70	9.40	9.40	9.40	4.70	0.00	0.00	61.10
Total:	9,728.54	9,686.39	9,956.11	9,268.09	9,580.90	9,259.74	9,376.42	9,406.96	9,356.96	4,680.98	0.00	0.00	90,301.09

PROPOSED EQUIPMENT COSTS

Additional Desktop Scanner

Fujitsu ScanSnap iX500 Desktop Scanner	\$412.00
Total	<u>\$412.00</u>

ESTIMATED MAPERS CONFERENCE EXPENSES

Staff

Registration	\$150.00
Lodging	\$330.00
Travel	<u>\$70.00</u>
Total	\$550.00

JCPER Members

Registration	*
Lodging	\$220.00
Travel	<u>\$35.00</u>
Total	\$255.00

** MAPERS waiving Registration for JCPER members*

JCPER FY 15 Appropriation	\$165,869
Total Approximate Expenditures (as of 04/15/15)	<u>\$90,301</u>
Balance available as of 04/15/15	\$75,568



STATE OF MISSOURI
JOINT COMMITTEE ON PUBLIC EMPLOYEE RETIREMENT

STATE CAPITOL, ROOM 219-A
JEFFERSON CITY, MO 65101
PHONE (573) 751-1280
FAX (573) 526-6459

April 28, 2015

Mr. Joshua Beeks
City of Berkeley
8425 Airport Road
Berkeley, MO 63134

Dear Mr. Beeks:

At its first quarter meeting, the Joint Committee on Public Employee Retirement (JCPER) voted to forward correspondence to Missouri's public pension plans that have been experiencing employer contribution deficiencies in concert with the source of that revenue being tied to tax levy proceeds. With the turbulent investment markets of the previous decade, many pension plans in Missouri, and across the country, experienced investment losses which resulted in higher plan contribution requirements. For local pension plans with tax levy proceeds as income, the higher contribution requirements may have exceeded the generated tax revenue. While there is no statutory definition of "actuarial soundness", it is generally accepted that a key component of soundness is receipt of the annual determined contribution (ADC) as recommended by the plan actuary.

Because the Berkeley Police and Fire Retirement Plan receives plan revenue through a dedicated tax levy and such proceeds have been deficient in meeting the full ADC since 2004, the JCPER is corresponding to express concern for this issue and to offer our staff as a resource for those who may be deliberating on appropriate remedies to address the funding deficit. Due to its oversight responsibility, the JCPER has information regarding how other Missouri public pension plans have addressed funding concerns, historical plan data as well as industry resources that may be helpful. Please feel free to reach out to the JCPER for assistance and resources that may be useful.

Thank you for your consideration and diligence in ensuring pension plan solvency for the members of the Berkeley Police and Fire Retirement Plan. If you have any questions, please do not hesitate to contact the JCPER staff office at 573-751-1280.

Sincerely,

A handwritten signature in cursive script, appearing to read "Mike Leara".

Representative Mike Leara
Chairman

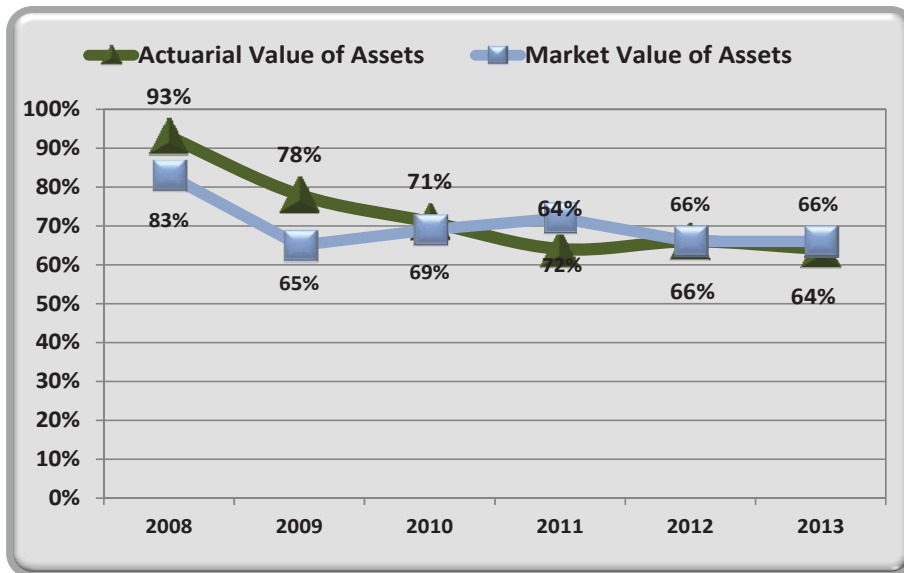
A handwritten signature in cursive script, appearing to read "Rob Schaaf".

Senator Rob Schaaf
Vice Chairman

cc: Plan Board of Trustee members
JCPER members

BERKELEY POLICE & FIRE PENSION FUND

- ✚ Rate of return on investments equaled 9.7% (Market) & 5.5% (Actuarial) vs. 7.5% assumed.
- ✚ Investment gains/losses are smoothed over a 5 year period.
- ✚ The plan experienced an actuarial gain for the year ending 06/30/13 through 13 non-vested terminations during the year.
- ✚ Actuary notes, "If the City's current annual contribution rate continues into the future, we project that the funded ratio on a market value basis will continue to deteriorate, dropping below 60% within 2-3 years and below 50% within 6 years, and the Fund will be on a path toward insolvency that will be difficult to reverse. If plan assets fail to earn at least 7.5% each year, the deterioration will occur even more quickly."
- ✚ The dedicated tax of 11 cents per \$100 assessed value is not generating nearly enough revenue to support the existing benefit structure according to plan actuary.
- ✚ Employees contribute 6% of pay to this plan. *Employee contributions are refunded at retirement.*
- ✚ The employer has not met the ARC since 2003.



	<u>RECOMMENDED CONTRIBUTION</u>	<u>ACTUAL CONTRIBUTION</u>	<u>PERCENT CONTRIBUTED</u>
13/14	\$1,337,551	N/A	-
12/13	\$1,279,952	\$186,654	15%
11/12	\$1,245,038	\$225,619	18%
10/11	\$976,809	\$246,418	25%
09/10	\$855,227	\$228,800	27%

As of 6/30/13

Market Value: \$12,181,113
Actuarial Value: \$11,757,542
AAL: \$18,494,931

MEMBERSHIP:

Active: 63 **Inactive:** 49

BENEFITS:

Normal Retirement Formula:

50% of compensation for first 20 years of service plus 1% for next 5 years of service

Maximum: 55% of compensation

Normal Retirement Benefits:

Age 55 with 10 years of service

Social Security Coverage: Yes

COLA:

Percent of CPI: 50%

Annual Amount Maximum: 3%

ACTUARIAL ASSUMPTIONS:

Interest: 7.5% **Salary:** 4%



STATE OF MISSOURI
JOINT COMMITTEE ON PUBLIC EMPLOYEE RETIREMENT

STATE CAPITOL, ROOM 219-A
JEFFERSON CITY, MO 65101
PHONE (573) 751-1280
FAX (573) 526-6459

April 28, 2015

Ms. Melissa Burton
City of Overland
9119 Lackland Rd
Overland, MO 63114

Dear Ms. Burton:

At its first quarter meeting, the Joint Committee on Public Employee Retirement (JCPER) voted to forward correspondence to Missouri's public pension plans that have been experiencing employer contribution deficiencies in concert with a source of that revenue being tied to tax levy proceeds. With the turbulent investment markets of the previous decade, many pension plans in Missouri, and across the country, experienced investment losses which resulted in higher plan contribution requirements. For local pension plans with tax levy proceeds as income, the higher contribution requirements may have exceeded the generated tax revenue. While there is no statutory definition of "actuarial soundness", it is generally accepted that a key component of soundness is receipt of the annual determined contribution (ADC) as recommended by the plan actuary.

Because the Overland Police Retirement Fund receives plan revenue through a dedicated tax levy and such proceeds have been deficient in meeting the full ADC since 2008, the JCPER is corresponding to express concern for this issue and to offer our staff as a resource for those who may be deliberating on appropriate remedies to address the funding deficit. Due to its oversight responsibility, the JCPER has information regarding how other Missouri public pension plans have addressed funding concerns, historical plan data as well as industry resources that may be helpful. Please feel free to reach out to the JCPER for assistance and resources that may be useful.

Thank you for your consideration and diligence in ensuring pension plan solvency for the members of the Overland Police Retirement Fund. If you have any questions, please do not hesitate to contact the JCPER staff office at 573-751-1280.

Sincerely,

A handwritten signature in cursive script, reading "Mike Leara".

Representative Mike Leara
Chairman

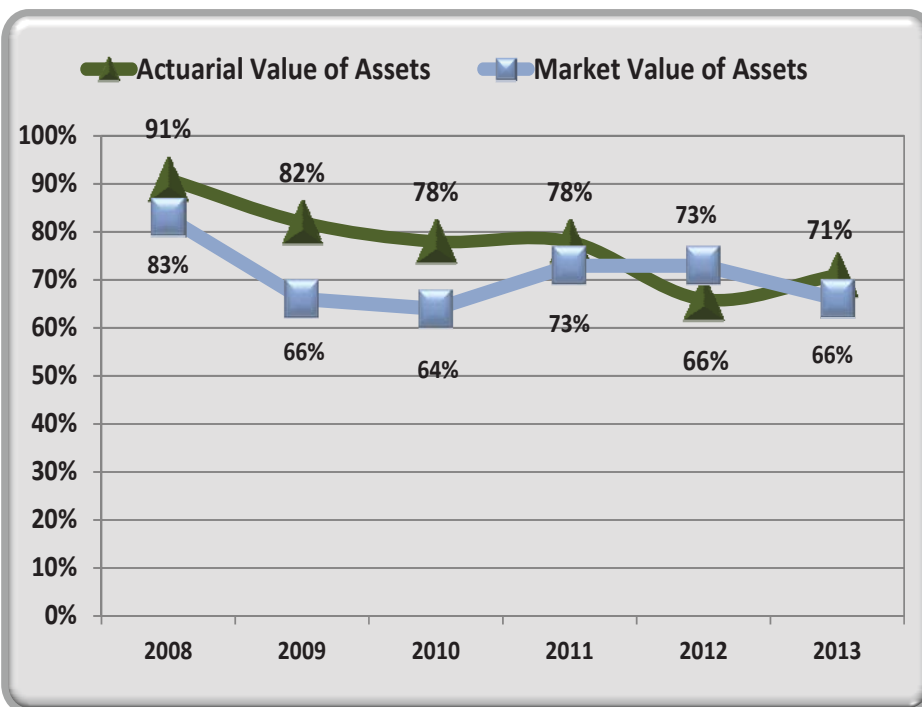
A handwritten signature in cursive script, reading "Rob Schaaf".

Senator Rob Schaaf
Vice Chairman

cc: Plan Board of Trustee members
JCPER members

OVERLAND POLICE RETIREMENT FUND

- ↳ Rate of return on investments equaled 6.0% (Market) and 4.5% (Actuarial) vs. 7.5% assumed.
- ↳ Gains/losses are smoothed over a 4 year period.
- ↳ The Aggregate Cost Method is utilized by the plan which does not yield an actuarial accrued liability.
- ↳ The actuary notes *"The rate [property tax] is currently 12 cents which is less than one-third of the recommended rate. Although the Plan has no immediate solvency issues, this contribution shortfall issue should be addressed as soon as possible. Potential approaches might include: i) securing a higher rate from the County, ii) developing an additional source of funding and/or iii) adjusting the benefit provisions to a level consistent with what the current tax rate will support."*
- ↳ Employees contribute 5% of pay to the Plan.
- ↳ The City has not met the ARC since 2008.



As of 04/01/13

Market Value: \$12,867,194
Actuarial Value: \$13,942,330
AAL: \$19,506,350

MEMBERSHIP:

Active: 47 **Inactive:** 37

BENEFITS:

Normal Retirement Formula:
 2.5% of compensation for first 20 years of service, plus 1.5% for each of the next 10 years of service

Normal Retirement Benefits:
 20 years of service, or
 Age 62 w/ 18 years of service, or
 SSA full retirement age w/ 5 years of service

Social Security Coverage: Yes

COLA: Annual Max: 3%
 Percent of CPI: 60%

ACTUARIAL ASSUMPTIONS:

Interest: 7.5% **Salary:** 4%

	<u>RECOMMENDED CONTRIBUTION</u>	<u>ACTUAL CONTRIBUTION</u>	<u>PERCENT CONTRIBUTED</u>
2013	\$802,905	\$268,988	34%
2012	\$696,430	\$271,164	39%
2011	\$676,873	\$275,969	41%
2010	\$574,731	\$259,656	45%
2009	\$406,552	\$314,083	77%



STATE OF MISSOURI
JOINT COMMITTEE ON PUBLIC EMPLOYEE RETIREMENT

STATE CAPITOL, ROOM 219-A
JEFFERSON CITY, MO 65101
PHONE (573) 751-1280
FAX (573) 526-6459

April 28, 2015

Ms. Arlene Silvey
City of Sedalia
200 S Osage
Sedalia, MO 65301

Dear Ms. Silvey:

At its first quarter meeting, the Joint Committee on Public Employee Retirement (JCPER) voted to forward correspondence to Missouri's public pension plans that have been experiencing employer contribution deficiencies in concert with a source of that revenue being tied to tax levy proceeds. With the turbulent investment markets of the previous decade, many pension plans in Missouri, and across the country, experienced investment losses which resulted in higher plan contribution requirements. For local pension plans with tax levy proceeds as income, the higher contribution requirements may have exceeded the generated tax revenue. While there is no statutory definition of "actuarial soundness", it is generally accepted that a key component of soundness is receipt of the annual determined contribution (ADC) as recommended by the plan actuary.

Because the Sedalia Police Retirement Fund receives plan revenue through a dedicated tax levy and such proceeds have been deficient in meeting the full ADC since 2004, the JCPER is corresponding to express concern for this issue and to offer our staff as a resource for those who may be deliberating on appropriate remedies to address the funding deficit. Due to its oversight responsibility, the JCPER has information regarding how other Missouri public pension plans have addressed funding concerns, historical plan data as well as industry resources that may be helpful. Please feel free to reach out to the JCPER for assistance and resources that may be useful.

Thank you for your consideration and diligence in ensuring pension plan solvency for the members of the Sedalia Police Retirement Fund. If you have any questions, please do not hesitate to contact the JCPER staff office at 573-751-1280.

Sincerely,

A handwritten signature in cursive script, reading "Mike Leara".

Representative Mike Leara
Chairman

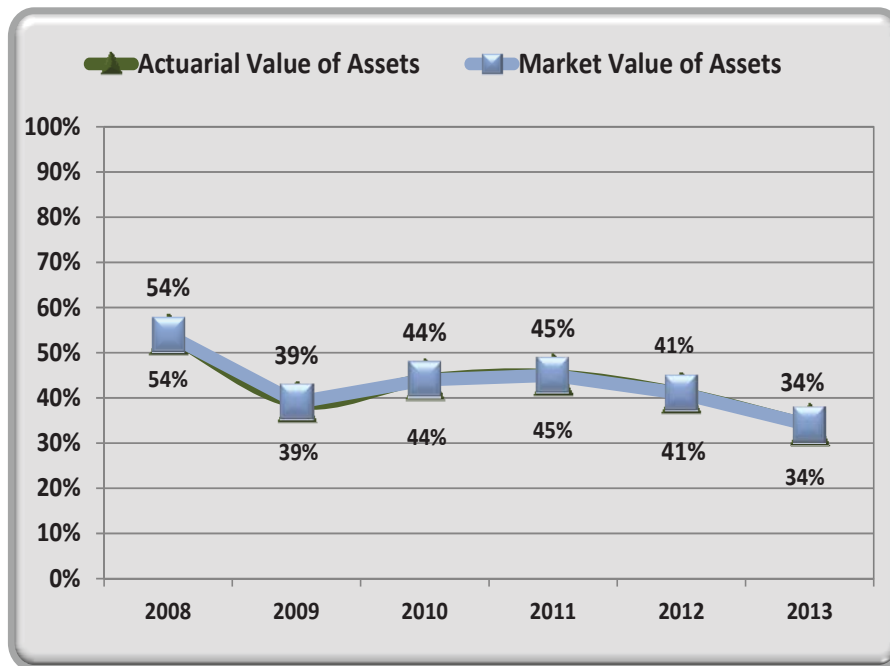
A handwritten signature in cursive script, reading "Rob Schaaf".

Senator Rob Schaaf
Vice Chairman

cc: Plan Board of Trustee members
JCPER members

SEDALIA POLICE RETIREMENT FUND

- ✦ Rate of return on investments equaled 1.49% (Market) vs. 7.5% assumed (investment assumption was reduced to 6.0% effective the 8/01/13 actuarial valuation).
- ✦ The reduced investment assumption increased the accrued liability by \$1.3 million.
- ✦ Plan does not smooth investment gains/losses.
- ✦ Unfunded Actuarial Accrued Liabilities amortized over a 25 year period as of 2013.
- ✦ The actuary notes 3 investment assumption scenarios and an time estimate of when the plan will have liabilities that it will not be able to fund using available assets. This time estimate ranges from 2020 to 2023.
- ✦ Plan was frozen as of April 1, 2010, with no additional benefit accruals.
- ✦ Existing and new employees moved to LAGERS.
- ✦ Effective 4/1/10, Employee payroll contributions are not required.
- ✦ Employer contributions tied to tax levy proceeds are not meeting the ARC.



	<u>RECOMMENDED CONTRIBUTION</u>	<u>ACTUAL CONTRIBUTION</u>	<u>PERCENT CONTRIBUTED</u>
2014	\$459,978	N/A	-
2013	\$394,889	\$235,179	57%
2012	\$359,75	\$231,860	64%
2011	\$429,331*	\$222,527	52%
2010	\$597,847	\$221,579	37%

* estimate

As of 7/31/13

Market Value: \$3,153,449
Actuarial Value: \$3,153,449
AAL: \$9,382,244

MEMBERSHIP:

Active: 35 **Inactive:** 41

BENEFITS:

Normal Retirement Formula:

2% of compensation times years of service
Maximum: 30 years

Normal Retirement Benefits:

Age 52 with 15 years of service

Social Security Coverage: Yes

COLA:

Annual Amount Maximum: 2%

ACTUARIAL ASSUMPTIONS:

Interest: 6.0%

Plan Frozen April 2010
Current & New Employees moved to LAGERS

2015 RETIREMENT LEGISLATION - SENATE

SENATE BILLS			SENATE ACTION						HOUSE ACTION				OTHER ACTION	
Bill Number	System Affected	Description	Sponsor	Committee Assigned	Date/ Time Hearing Rm	Committee Action	Perfected	Passed 3rd Read	Committee Assigned	Date/ Time Hearing Rm	Committee Action	Passed 3rd Read	Notes	Governor Action
<u>SB 1</u>	MOSERS	Modifies provisions relating to elementary and secondary education SCS: Allows employees of MO Charter Public School Commission to be considered state employees for retirement and health care purposes <u><< Fiscal Note</u>	Pearce	Education	Hearing Conducted	DP w/SCS 02/11/15	02/24/15	Formal Calendar S Bills for Third Reading - in Fiscal Oversight						
<u>SB 79</u>	PACARS	Includes state prosecuting attorneys in PACARS upon adoption of such position by participating county <u><< Fiscal Note</u>	Dixon	Judiciary & Civil & Criminal Jurisprudence	Hearing Conducted 01/27/15									
<u>SB 80</u>	PACARS	Allows the utilization of a prosecuting attorney in two or more contiguous counties in a judicial circuit and outlines compensation/benefit levels for such position <u><< Fiscal Note</u>	Dixon	Judiciary & Civil & Criminal Jurisprudence	Hearing Conducted 01/27/15	DP w/SCS 02/03/15	Informal Calendar S Bills for Perfection							
<u>SB 88</u>	Plans with appointed Board members	Provides that appointed officers shall only hold office until their term ends <u><< Fiscal Note</u>	LeVota	Financial & Governmental Organizations & Elections										

2015 RETIREMENT LEGISLATION - SENATE

SENATE BILLS			SENATE ACTION						HOUSE ACTION				OTHER ACTION	
Bill Number	System Affected	Description	Sponsor	Committee Assigned	Date/ Time Hearing Rm	Committee Action	Perfected	Passed 3rd Read	Committee Assigned	Date/ Time Hearing Rm	Committee Action	Passed 3rd Read	Notes	Governor Action
SB 94	MOSERS	Requires a General Assembly or Statewide Elected Official who first hold office on or after 01/01/16 to participate in a defined contribution retirement plan << Fiscal Note	Emery	General Laws & Pensions	Hearing Conducted 01/27/15									
SB 172	PSRS/ PEERS/ KCPSRS	Requires the State Board of Education to establish minimum graduation requirements for a career and technical education high HCS Adds: Repeals the 07/01/14 termination date of a 2.55% benefit multiplier for teachers with 31 or more years of service; Modifies working after retirement provisions to include retirees employed by third party or independent contractor; Extends notification period from 90 days to 1 year relative to nominating a successor beneficiary after death or divorce. Provides a "pop up" provision under certain circumstances relative to divorce after retirement << Fiscal Note	Romine	Education	Hearing Conducted 02/18/15	DP w/SCS 02/25/15	03/16/15	3/19/15	Elem & Sec Ed	Hearing Conducted 04/13/15	04/20/15 DP w/HA's Select Comm on Ed. DP w/HCS 04/23/15	(H) Third Read and Passed w/EC 04/30/15 (S) Request (H) to Recede or Grant Conf		
SB 219 (HB 478)	PSRS	Repeals the 07/01/14 termination date of a 2.55% benefit multiplier for teachers with 31 or more years of service << Fiscal Note	Wallingford	General Laws & Pensions	Hearing Conducted 02/24/15								Provisions included in HA #4 HCS SCS SB 270	

2015 RETIREMENT LEGISLATION - SENATE

SENATE BILLS			SENATE ACTION						HOUSE ACTION				OTHER ACTION	
Bill Number	System Affected	Description	Sponsor	Committee Assigned	Date/ Time Hearing Rm	Committee Action	Perfected	Passed 3rd Read	Committee Assigned	Date/ Time Hearing Rm	Committee Action	Passed 3rd Read	Notes	Governor Action
SB 238	MOSERS/ MPERS/ JUDGES	<p>Suspends retired state employees and retired judges benefit payments when employed full-time with a certain political subdivision in Missouri</p> <p><< Fiscal Note</p>	LeVota	General Laws & Pensions	Hearing Conducted 02/24/15									

2015 RETIREMENT LEGISLATION - SENATE

SENATE BILLS			SENATE ACTION						HOUSE ACTION				OTHER ACTION	
Bill Number	System Affected	Description	Sponsor	Committee Assigned	Date/ Time Hearing Rm	Committee Action	Perfected	Passed 3rd Read	Committee Assigned	Date/ Time Hearing Rm	Committee Action	Passed 3rd Read	Notes	Governor Action
SB 270	KC PSRS/ St. Louis PSRS/ PSRS/ PEERS/ St. Louis Police	<p>Adds a charter school representative to the Boards of Trustees</p> <p>SCS: Maintains the 11 member board including charter school representation</p> <p>HCA #2 Adds: Repeals the 07/01/14 termination date of a 2.55% benefit multiplier for teachers with 31 or more years of service; Modifies working after retirement provisions to include retirees employed by third party or independent contractor; Extends notification period from 90 days to 1 year relative to nominating a successor beneficiary after death or divorce. Provides a "pop up" provision under certain circumstances relative to divorce after retirement</p> <p>HCS Adds: Modifies certain provisions relative to disability determination process; Modifies working after retirement provisions to include retirees employed by third party or independent contractor; Extends notification period from 90 days to 1 year relative to nominating a successor beneficiary after death or divorce. Provides a "pop up" provision under certain circumstances relative to divorce after retirement</p> <p>HA #1 Adds: Allows a retired state employee to repay retirement benefits plus interest and be considered as having not retired</p> <p>HA #2 Adds: Clarifies reporting responsibilities relative to pension forfeiture & felony convictions</p> <p>HA #3 Adds: Provides for a health care incentive for MOSERS covered state employees who retire between March 1 & October 31</p> <p>HA #4 Adds: Permanently extends the 2.55% benefit multiplier for teachers with 31 or more years of service w/EC</p> <p>HA #5 Adds: Increases the state employees deferred compensation cap from \$75 to \$100 per month</p> <p><< Fiscal Note</p>	Nasheed	General Laws & Pensions	Hearing Conducted 02/17/15 Bill reconsidered 03/03/15 3:00 pm SCR 1	DP Consent w/SCS 03/04/15	On Consent Calendar	Consent - 03/12/15	Pensions	Hearing Conducted 04/07/15 Executive Session DP w/HA 04/14/15	Select Comm. on Fin. Inst. & Taxation DP w/HCS 04/21/15	(H) Third Read & Passed w/EC On (S) Calendar (S) Bills w/HA's	<p>Provision from SB 270 added in HCS SB 300 and SA #1 HB 629</p> <p>In Conference - Conferees: (S) Nasheed, Schaaf, Wallingford, Onder, Keaveny (H) Dugger, Walker, Leara, Montecillo, Colona</p>	

2015 RETIREMENT LEGISLATION - SENATE

SENATE BILLS			SENATE ACTION						HOUSE ACTION				OTHER ACTION	
Bill Number	System Affected	Description	Sponsor	Committee Assigned	Date/ Time Hearing Rm	Committee Action	Perfected	Passed 3rd Read	Committee Assigned	Date/ Time Hearing Rm	Committee Action	Passed 3rd Read	Notes	Governor Action
SB 283 (HB 494)	LAGERS/ St. Louis Police/ St. Louis Employees/ All Public Plans	<p>Allows a covered employer to elect LAGERS administration of a closed prior pension plan</p> <p>HCS Adds: Modifies certain provisions relative to disability determination process</p> <p>HA #1 Adds: Clarifies provisions relative to pension forfeiture and felony convictions</p> <p>HA#2 Adds: Allows participating political subdivisions to elect to cover certain employee classes as public safety employees; Allows employees transferred to the police department to elect retirement system membership</p> <p><< Fiscal Note</p>	Kehoe	General Laws & Pensions	Hearing Conducted 02/17/15	DP 02/24/15	03/04/15	03/05/15	Pensions	Hearing Conducted and voted DP 04/14/15	Select Comm. on Fin. Inst. & Taxation DP w/HCS 04/21/15	(H) Third Read & Passed 04/28/15 On (S) Calendar (S) Bills w/HA's Calendar	In Conference - Conferees: (S) Kehoe, Wasson, Pearce, Keaveny, Schupp (H) Leara, McCaherty, Mathews, Colona and Carpenter	

2015 RETIREMENT LEGISLATION - SENATE

SENATE BILLS			SENATE ACTION						HOUSE ACTION				OTHER ACTION	
Bill Number	System Affected	Description	Sponsor	Committee Assigned	Date/ Time Hearing Rm	Committee Action	Perfected	Passed 3rd Read	Committee Assigned	Date/ Time Hearing Rm	Committee Action	Passed 3rd Read	Notes	Governor Action
SB 300 (HB 629) (HB 630)	KC Police & Civilian Police/ City of Springfield /St. Louis Police/ KCPSRS/ StLPSRS/ PSRS/ PEERS/ MOSERS/ MPERS	<p>Provisions relative to Internal Revenue Code compliance</p> <p>SCS: Modifies military leave as it relates to service credit</p> <p>HCS Adds: Modifies ballot language for the public safety sales tax in Springfield; Modifies certain provisions relative to disability determination process; Adds a charter school representative to the Boards of Trustees; Modifies working after retirement provisions to include retirees employed by third party or independent contractor (KCPSRS)</p> <p>HA #1 Adds: Modifies working after retirement provisions to include retirees employed by third party or independent contractor (PSRS)</p> <p>HA #2 Adds: Allows a retired state employee to repay retirement benefits plus interest and be considered as having not retired</p> <p>HA #3 Adds: Provides for a health care incentive for MOSERS covered state employees who retire between March 1 & October 31</p> <p>HA #5 Adds: Extends notification period from 90 days to 1 year relative to nominating a successor beneficiary after death or divorce. Provides a "pop up" provision under certain circumstances relative to divorce after retirement</p> <p><< Fiscal Note</p>	Silvey	General Laws & Pensions	Hearing Conducted 02/24/15	DP w/SCS 03/10/15	03/31/15	04/02/15	Pensions	DP w/HA's 04/21/15	Select Comm. on Fin. Inst. & Taxation DP w/HCS 04/23/15	4/30/15 (S) Request (H) to Recede or Grant Conf	Provisions from SCS included in SA #2 HB 515	

2015 RETIREMENT LEGISLATION - SENATE

SENATE BILLS			SENATE ACTION						HOUSE ACTION				OTHER ACTION	
Bill Number	System Affected	Description	Sponsor	Committee Assigned	Date/ Time Hearing Rm	Committee Action	Perfected	Passed 3rd Read	Committee Assigned	Date/ Time Hearing Rm	Committee Action	Passed 3rd Read	Notes	Governor Action
SB 372 (HB 691)	MOSERS/ Deferred Compensation Plan	Provides for automatic annual deferred compensation increases of 0.5% of salary to a maximum of 5% of salary for employees hired or rehired on or after 07/01/16 SCS: Employees enrolled in the automatic increase shall receive annual notice prior to the beginning of each fiscal year << Fiscal Note	Keaveny	General Laws & Pensions	Hearing Conducted 03/04/15	DP w/SCS 03/10/15	SA #1 adopted bill placed on Informal Calendar S Bills for Perfection							
SB 384	Sheriff's Retirement System	Provides for compensation adjustments	Munzlinger	Jobs										
SB 555 (HB 1107)	All Public Plans	Disqualifies non-vested active employee from receiving retirement benefits in certain circumstances associated with marriages other than a marriage between a man and a woman	Emery	Judiciary & Civil & Criminal Jurisprudence										

2015 RETIREMENT LEGISLATION - HOUSE

HOUSE BILLS			HOUSE ACTION						SENATE ACTION				OTHER ACTION	
Bill Number	System Affected	Description	Sponsor	Committee Assigned	Date/ Time Hearing Rm	Committee Action	Perfected	Passed 3rd Read	Committee Assigned	Date/ Time Hearing Rm	Committee Action	Passed 3rd Read	Notes	Governor Action
HB 42	MOSERS	Modifies provisions relating to elementary and secondary education and allows employees of MO Charter Public School Commission to be considered state employees for retirement and health care purposes << Fiscal Note	Wood	Emerging Issues in Education	Hearing Conducted 02/02/15 DP w/HA's 02/10/15	Select Comm. on Ed. DP w/HCS 02/19/15	02/24/15 Perfected w/HA's Fiscal Review DP 02/25/15	02/25/15 EC Adopted	Education	Hearing Conducted 03/11/15	DP w/SCS 03/19/15 GAFO DP 04/02/15	(S) Third Read & Passed w/SA's & EC Adopted 04/15/15	In Conference Conferees (S) Pearcs, Schmitt, Emery, Chappelle-Nadal, Holsman (H) Conferees Wood, Cierpiot, Lair, Pierson, Curtis	
HB 326	All Defined Benefit Plans	Clarifies that Section 105.666 Board education requirements apply to public defined benefit pension plans << Fiscal Note	Leara	Pensions	Hearing Conducted 03/10/15 DP Consent 03/10/15	Select Comm. on Rules DP Consent 03/11/15	03/30/15	03/31/15	General Laws & Pensions	Hearing Conducted 04/14/15	DP Consent 04/14/15	(S) Third Read Consent Calendar		
HB 478 (SB 219)	PSRS	Repeals the 07/01/14 termination date of a 2.55% benefit multiplier for teachers with 31 or more years of service HCS: Emergency Clause << Fiscal Note	Fitzwater	Pensions	Hearing Conducted 02/10/15 DP w/HCA #1 02/24/15	Select Comm. on Fin. Inst. & Taxation DP w/HCS 02/26/15	04/01/15	04/02/15 EC Defeated	Education	Hearing Conducted 04/15/15	DP 04/22/15	(S) Third Read Calendar	Provisions included in HCS SCS SB 172 and HA #4 HCS SCS SB 270	
HB 484	MOSERS	Establishes a defined contribution plan for new elected officials becoming members after January 1, 2016 << Fiscal Note	Koenig	Pensions	Hearing Conducted 03/17/15									

2015 RETIREMENT LEGISLATION - HOUSE

HOUSE BILLS			HOUSE ACTION						SENATE ACTION				OTHER ACTION	
Bill Number	System Affected	Description	Sponsor	Committee Assigned	Date/ Time Hearing Rm	Committee Action	Perfected	Passed 3rd Read	Committee Assigned	Date/ Time Hearing Rm	Committee Action	Passed 3rd Read	Notes	Governor Action
HB 485	MOSERS/ MPERS	Establishes a hybrid retirement plan for new state employees & elected officials << Fiscal Note	Koenig	Pensions Re-Referred to Government Efficiency	Hearing Conducted 03/09/15									
HB 494 (SB 283)	LAGERS	Allows a covered employer to elect LAGERS administration of a closed prior pension plan << Fiscal Note	Leara	Pensions	Hearing Conducted 02/24/15 DP 02/24/15	Select Comm. on Fin. Inst. & Taxation DP 02/26/15	04/21/15	04/22/15	General Laws & Pensions	04/28/15 2:00 pm SCR 1	DP 04/28/15			
HB 515	St. Louis Police/St. Louis Employees/ KC Police & Civilian Police	Modifies certain provisions relative to disability determination process SA #1 - Allows employees transferred to the police department to elect retirement system membership SA #2 - Provisions relative to Internal Revenue Code compliance; Modifies military leave as it relates to service credit << Fiscal Note	Leara	Pensions	Hearing Conducted 03/10/15 DP Consent 03/10/15	Select Comm. on Rules DP Consent 03/11/15	03/30/15	03/31/15	General Laws & Pensions	Hearing Conducted 04/14/15	DP 04/14/15	04/27/15 as Amended and (H) Fiscal Review voted DP 04/28/15 TAFP'd 04/30/15	Provisions included in HCS SB 283, HCS SCS SB 270 and HCS SCS SB 300	
HB 629 (SB 300)	KC Police & Civilian Police/ StLPSPRS/ KCPSRS	Provisions relative to Internal Revenue Code compliance SA #1 Adds: Adds a charter school representative to the Boards of Trustees << Fiscal Note	Leara	Pensions	Hearing Conducted 03/10/15 DP Consent 03/10/15	Select Comm. on Rules DP Consent 03/11/15	03/30/15	03/31/15	General Laws & Pensions	Hearing Conducted 04/14/15	DP Consent 04/14/15	(S) Third Read & Passed w/SA 04/29/15 Fiscal Review DP w/SA #1 04/30/15 On (H) Bills w/SA Calendar	Provisions included in SA #2 HB 515	

2015 RETIREMENT LEGISLATION - HOUSE

HOUSE BILLS			HOUSE ACTION						SENATE ACTION				OTHER ACTION	
Bill Number	System Affected	Description	Sponsor	Committee Assigned	Date/ Time Hearing Rm	Committee Action	Perfected	Passed 3rd Read	Committee Assigned	Date/ Time Hearing Rm	Committee Action	Passed 3rd Read	Notes	Governor Action
HB 630	KC Police & Civilian Police	Modifies military leave as it relates to service credit << Fiscal Note	Leara	Pensions	Hearing Conducted 03/10/15 DP 03/17/15	Select Comm. on Fin. Inst. & Taxation DP 04/02/15	04/22/15	04/22/15	General Laws & Pensions				Provisions included in SCS SB 300 and SA #2 HB 515	
HB 643	LAGERS/ St. Louis Police & St. Louis Employees/ CERF	Allows participating political subdivisions to elect to cover certain employee classes as public safety employees HA #1 - Allows employees transferred to the police department to elect retirement system membership HA #1 to HA #1 - Removes QDRO from execution provisions << Fiscal Note	Hinson	Pensions	Hearing Conducted 02/24/15 DP 02/24/15	Select Comm. on Fin. Inst. & Taxation DP 02/26/15	04/14/15 as Amended	04/16/15	General Laws & Pensions	Hearing Conducted 04/28/15			Original provisions included in HA #2 - HCS SB 283	
HB 691 (SB 372)	MOSERS/ Deferred Compensation Plan	Provides for automatic annual deferred compensation increases of 0.5% of salary to a maximum of 5% of salary for employees hired or rehired on or after 07/01/16 HA #1 - Increases the state employees deferred compensation cap from \$75 to \$100 per month << Fiscal Note	Leara	Pensions	Hearing Conducted 03/10/15 DP 03/10/15	Select Comm. on Fin. Inst. & Taxation DP 03/12/15	04/15/15 as Amended Ref to Fiscal Review voted DP 04/21/15	04/21/15	General Laws & Pensions					
HB 750	MOSERS/ MPERS	Does not require an employee who works 4-10 hour days to use annual leave for paid holidays	Walker											

2015 RETIREMENT LEGISLATION - HOUSE

HOUSE BILLS			HOUSE ACTION						SENATE ACTION				OTHER ACTION	
Bill Number	System Affected	Description	Sponsor	Committee Assigned	Date/ Time Hearing Rm	Committee Action	Perfected	Passed 3rd Read	Committee Assigned	Date/ Time Hearing Rm	Committee Action	Passed 3rd Read	Notes	Governor Action
HB 752	All Public Plans	Clarifies provisions relative to pension forfeiture and felony convictions HCS: Removes the dollar amount from the violation for stealing or receiving stolen property and references felony classes << Fiscal Note	Dugger	Pensions	Hearing Conducted 02/24/15 DP w/ HA #1 03/10/15	Select Comm. on Fin. Inst. & Taxation DP w/HCS 03/12/15	04/14/15	04/20/15	Judiciary & Civil & Criminal Jurisprudence	Hearing Conducted 04/28/15 DP w/SCS 04/30/15			Portions HB 752 provisions included in HA #2 HCS SCS SB 270	
HB 770	MOSERS/ MPERS	Provides an additional annuity option in the event of death prior to retirement HCS: Allows a member who dies after benefit election but prior to annuity starting date to be considered retired and to have died on member's annuity starting date << Fiscal Note	Jones	Pensions	Hearing Conducted 03/10/15 DP 03/10/15	Select Comm. on Fin. Inst. & Taxation DP w/HCS 03/19/15	H Bills for Perfection Calendar						Provisions included in HA #1 HB 940	
HB 799	MOSERS	Judicial Bill SCS Adds: Transfers Taney County from the 38th Judicial Circuit to the newly established 46th Judicial Circuit and specifies that the 38th Judicial Circuit will consist only of Christian County	Roeber	Civil & Criminal Proceedings	DP Consent 03/11/15	Select Comm on Rules DP Consent 03/18/15	4/1/15	04/07/15	Judiciary & Civil & Criminal Jurisprudence	Hearing Conducted 04/14/15	DP w/SCS 04/28/15	(S) Third Read Calendar		
HB 819	LAGERS	Allows LAGERS covered hospitals to request a distribution of assets over 110% funded status	Rone											

2015 RETIREMENT LEGISLATION - HOUSE

HOUSE BILLS			HOUSE ACTION						SENATE ACTION				OTHER ACTION	
Bill Number	System Affected	Description	Sponsor	Committee Assigned	Date/ Time Hearing Rm	Committee Action	Perfected	Passed 3rd Read	Committee Assigned	Date/ Time Hearing Rm	Committee Action	Passed 3rd Read	Notes	Governor Action
HB 940	MOSERS/ MPERS	Excludes pay in excess of the Governor's salary from the definition of pay for retirement benefit purposes for those first employed on or after 08/28/15 HA #1 - Allows a member who dies after benefit election but prior to annuity starting date to be considered retired and to have died on member's annuity starting date << Fiscal Note	Jones	Pensions	Hearing Conducted 03/10/15 DP 03/17/15	Select Comm. on Fin. Inst. & Taxation DP 04/02/15	04/15/15 as Amended	04/21/15	General Laws & Pensions					
HB 980	MOSERS/ MPERS	Allows an employee who works 4-10 hour days the option to receive compensation only for an 8 hour work day for any paid holiday	Walton Gray											
HB 1008	ST. LOUIS PSRS	Allows COLA increase for retired members and beneficiaries equal to the increase in the Consumer Price Index	Mitten											
HB 1085	PSRS/ KCPSRS	Modifies working after retirement provisions to include retirees employed by third party or independent contractor HCS Adds: Adds Kansas City Public School Retirement System provisions << Fiscal Note	Lair	Pensions	Hearing Conducted 03/17/15 DP w/HA 03/18/15	Select Comm. on Fin. Inst. & Taxation DP w/HCS 04/16/15							Provisions included in HCS SCS SB 270, HCS SCS SB 172 and HCS SCS SB 300 (KC only) HCS SCS SB 300 HA #1 - (PSRS)	

2015 RETIREMENT LEGISLATION - HOUSE

HOUSE BILLS			HOUSE ACTION						SENATE ACTION				OTHER ACTION	
Bill Number	System Affected	Description	Sponsor	Committee Assigned	Date/ Time Hearing Rm	Committee Action	Perfected	Passed 3rd Read	Committee Assigned	Date/ Time Hearing Rm	Committee Action	Passed 3rd Read	Notes	Governor Action
HB 1086	PSRS/ PEERS	Extends notification period from 90 days to 1 year relative to nominating a successor beneficiary after death or divorce. Provides a "pop up" provision under certain circumstances relative to divorce after retirement << Fiscal Note	Lair	Pensions	Hearing Conducted 03/17/15 DP 03/18/15	Select Comm. on Fin. Inst. & Taxation DP 04/02/15							Provisions included in HCS SCS SB 270, HCS SCS SB 172 and HCS SCS SB 300 HA #5	
HB 1087	MOSERS/ MPERS	Increases the state employees deferred compensation cap from \$75 to \$100 per month << Fiscal Note	Bernskoetter	Pensions	Hearing Conducted 03/17/15 DP 03/18/15	Select Comm. on Fin. Inst. & Taxation DP 04/02/15	4/15/2015 Ref to Fiscal Review DP 04/16/15	04/16/15	General Laws & Pensions	Hearing Conducted 04/28/15			Provisions included in HA #1 HB 691 and HA #5 HCS SCS SB 270	
HB 1107 (SB 555)	All Public Plans	Disqualifies non-vested active employee from receiving retirement benefits in certain circumstances associated with marriages other than a marriage between a man and a woman	Moon											
HB 1118	CERF	Allows for the waive or refund of a county tax penalty under certain circumstances << Fiscal Note	King	Local Govern't	Hearing Conducted 03/31/15									
HB 1134	MOSERS/ MPERS	Provides for a state employee health care incentive at retirement HCS: Removes General Assembly & Elected Officials; changes participation dates of incentive and reporting mechanism HA #1 - Removes the employer contribution cap << Fiscal Note	Bernskoetter	Pensions	Hearing Conducted 03/17/15 w/HCA #1 adopted DP w/HA 03/18/15	Select Comm. on Fin. Inst. & Taxation DP w/HCS 04/02/15	04/14/15 as Amended	04/16/15	General Laws & Pensions	Hearing Conducted 04/28/15			Provisions included in HA #3 HCS SCS SB 270 and HCS SCS SB 300 HA #3	

2015 RETIREMENT LEGISLATION - HOUSE

HOUSE BILLS			HOUSE ACTION						SENATE ACTION				OTHER ACTION	
Bill Number	System Affected	Description	Sponsor	Committee Assigned	Date/ Time Hearing Rm	Committee Action	Perfected	Passed 3rd Read	Committee Assigned	Date/ Time Hearing Rm	Committee Action	Passed 3rd Read	Notes	Governor Action
HB 1152	Pension Taxation	Provides clarification relative to pension taxation << Fiscal Note	Dugger	Ways & Means	Hearing Conducted 03/31/15 DP w/HA's 04/07/15	Referred to Select Comm. on Fin. Inst. & Taxation							Provisions included in HA #1 HCS SB 283 Partial Provisions included in HCS SCS SB 270	
HB 1205	St. Louis PSRS	Provides for a new benefit tier for employees hired on or after 01/01/16 << Fiscal Note	Leara	Pensions	Hearing Conducted 03/31/15									
HB 1258	MOSERS	Requires General Assembly members first serving on or after 01/01/17 to contribute 100% of premium costs associated with health care, life insurance, and disability if such coverage is elected by member. Such member shall also not be eligible for retirement system participation	Otto											
HB 1267	CERF	Allows former member to return to service and complete 12 months including prior forfeited service to purchase such forfeited service by paying previously refunded amount plus interest	Korman	Pensions										
HB 1272	St. Louis Police & St. Louis Employees	Allows employees transferred to the police department to elect retirement system membership	Leara										Provisions included in HA #1 HB 643; SA #1 on HB 515 and HA #2 HCS SB 283	

2015 RETIREMENT LEGISLATION - HOUSE

HOUSE BILLS			HOUSE ACTION						SENATE ACTION				OTHER ACTION	
Bill Number	System Affected	Description	Sponsor	Committee Assigned	Date/ Time Hearing Rm	Committee Action	Perfected	Passed 3rd Read	Committee Assigned	Date/ Time Hearing Rm	Committee Action	Passed 3rd Read	Notes	Governor Action
HB 1273	Judicial Retirement Plan	Allows commissioner or deputy commissioner to serve to age 75 regardless of prior service completed	Austin											

Joint Committee on Public Employee Retirement

Quarterly Reports

2015 First Quarter

<u>Plan Name</u>	<u>Beg. Market Value</u>	<u>End. Market Value</u>	<u>ROR 12 mos.</u>	<u>ROR 36 mos.</u>	<u>ROR 60 mos.</u>
Black Jack FPD Retirement Plan	\$11,410,189	\$11,814,998	1% (Net)	1% (Net)	1% (Net)
Brentwood Police & Firemen's Retirement Fund	\$32,577,020	\$33,658,915	N/A% (Gross)	N/A% (Gross)	N/A% (Gross)
Carthage Policemen's & Firemen's Pension Plan	\$6,529,471	\$6,609,744	7.23% (Net)	8.27% (Net)	8.10% (Net)
Creve Coeur FPD Retirement Plan	\$10,355,453	\$10,560,977	n/a% (Gross)	n/a% (Gross)	n/a% (Gross)
Eureka FPD Retirement Plan	\$9,671,885	\$10,186,185	1% (Net)	1% (Net)	1% (Net)
Glendale Pension Plan	\$5,288,734	\$5,278,808	N/A% (Gross)	N/A% (Gross)	N/A% (Gross)
Hannibal Police & Fire Retirement Plan	\$15,057,885	\$15,443,820	7.4% (Gross)	9.9% (Gross)	9.3% (Gross)
Hazelwood Retirement Plan	\$35,609,441	\$35,974,176	11.63% (Net)	16.27% (Net)	13.61% (Net)
Joplin Police & Fire Pension Plan	\$35,961,451	\$36,383,115	4.75% (Net)	6.58% (Net)	6.82% (Net)
Missouri Higher Education Loan Authority Pension Plan	\$37,924,860	\$37,470,828	2.47% (Net)	7.26% (Net)	n/a% (Net)
Overland Non-uniform Pension Fund	\$9,611,000	\$9,823,000	5.97% (Net)	8.48% (Net)	7.96% (Net)
Overland Police Retirement Fund	\$13,047,000	\$13,077,000	6.36% (Net)	8.81% (Net)	8.16% (Net)
Prosecuting Attorneys' Retirement System	\$36,769,359	\$37,498,669	4.96% (Net)	6.98% (Net)	6.93% (Net)
Sedalia Firemen's Retirement Fund	\$7,323,692	\$7,477,927	7.6% (Gross)	10.2% (Gross)	9.2% (Gross)
Sedalia Police Retirement Fund	\$3,082,069	\$3,262,556	3.09% (Gross)	5.25% (Gross)	0% (Gross)
Sheriff's Retirement System	\$39,016,468	\$40,003,255	7.69% (Gross)	12.98% (Gross)	11.889% (Gross)
	<u>\$309,235,977</u>	<u>\$314,523,973</u>			