

AMENDED IN SENATE SEPTEMBER 2, 1999

CALIFORNIA LEGISLATURE—1999–2000 REGULAR SESSION

**ASSEMBLY BILL**

**No. 817**

**Introduced by Committee on Public Employees, Retirement and Social Security (Correa (Chair), Firebaugh, Honda, Knox, and Pescetti)**

February 24, 1999

An act to amend Section 9358 of the Government Code, relating to retirement.

LEGISLATIVE COUNSEL'S DIGEST

AB 817, as amended, Committee on Public Employees, Retirement and Social Security. Legislative retirement.

Existing law establishes ~~a state~~ *the state's* contribution rate to the ~~Legislative~~ *Legislators'* Retirement System at 18.81 percent of the compensation paid members.

This bill would instead provide that the ~~state~~ *state's* contribution rate shall be ~~determined in accordance with provisions for determining a contribution established by an~~ *the* actuary, and ~~the inclusion of that amount~~ *included* in the Budget Act, *pursuant to provisions of the Public Employees' Retirement Law*. The bill would also provide that when the actuarial value of assets ~~exceed~~ *exceeds* the present value of benefits as of the most recently completed valuation, resulting in a 0 percent contribution rate for the state, the Public Employees' Retirement Board may reduce the member contribution rates.



Vote: majority. Appropriation: no. Fiscal committee: yes.  
State-mandated local program: no.

*The people of the State of California do enact as follows:*

1 SECTION 1. Section 9358 of the Government Code is  
2 amended to read:

3 9358. (a) On and after January 1, 2000, the state's  
4 contribution ~~shall be determined on account of liability~~  
5 *for benefits under this chapter shall be established in*  
6 accordance with Section 20814.

7 ~~When~~  
8 (b) *When* the actuarial value of assets ~~exceed~~ *exceeds*  
9 the present value of benefits as of the most recently  
10 completed valuation, resulting in a 0 percent  
11 contribution rate for the state, as determined by the  
12 board, the board may reduce the member contribution  
13 rates described ~~by~~ *in* Sections 9357, 9357.01, 9357.05, and  
14 9357.15 for the same fiscal year in which the state rate is  
15 reduced to 0 percent.

16 ~~From the General Fund in the State Treasury there is~~  
17 ~~appropriated monthly to the Legislators' Retirement~~  
18 ~~Fund the state's contribution pursuant to this section.~~  
19 *However, for any fiscal year during which the state's*  
20 *contribution rate is greater than 0 percent, the members*  
21 *of the system shall pay the applicable member*  
22 *contribution rates described in Sections 9357, 9357.01,*  
23 *9357.05, and 9357.15.*

