

DRS Technical Corrections

Description Of Issue

The Department of Retirement Systems (DRS) has identified certain technical corrections to pension statutes. The proposed corrections would repeal two obsolete sections of Plan 1 of the Teachers' Retirement System:

- ❖ The disability reserve fund in RCW 41.32.360.
- ❖ The death benefit fund in RCW 41.32.366.

These funds are no longer used by DRS—the Department has paid death and disability benefits from the pension reserve fund since 1992. The proposed changes have no policy or fiscal impact.

Policy Highlights

Typically, the SCPP sponsors technical corrections bills in long sessions. There were no policy decisions to make with respect to the proposed corrections.

Committee Activity

Staff briefed the Committee on this issue in November. The Committee held a public hearing in November and took executive action to recommend the proposed technical corrections to the Legislature.

Recommendation To 2009 Legislature

Repeal obsolete sections of Plan 1 of the Teachers' Retirement System.

Staff Contact

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BILL REQUEST - CODE REVISER'S OFFICE

BILL REQ. #: Z-0232.4/09 4th draft

ATTY/TYPIST: LL:cro

BRIEF DESCRIPTION: Repealing certain obsolete state retirement system statutes.

1 AN ACT Relating to repealing certain obsolete state retirement
2 system statutes; and repealing RCW 41.32.360 and 41.32.366.

3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:

4 NEW SECTION. **Sec. 1.** The following acts or parts of acts are each
5 repealed:

6 (1) RCW 41.32.360 (Basis of contributions to disability reserve
7 fund) and 1991 c 35 s 47, 1963 ex.s. c 14 s 8, 1955 c 274 s 17, & 1947
8 c 80 s 36; and

9 (2) RCW 41.32.366 (Basis of contributions to death benefit fund)
10 and 1991 c 35 s 48 & 1963 ex.s. c 14 s 10.

--- END ---

DRAFT ACTUARY'S FISCAL NOTE

RESPONDING AGENCY:	CODE:	DATE:	PROPOSAL [NAME or Z-NUMBER]:
Office of the State Actuary	035	12/31/08	Z-0232.4 / Z-0407.2

WHAT THE READER SHOULD KNOW

The Office of the State Actuary (“we”) prepared this draft fiscal note based on our understanding of the proposal as of the date shown above. We intend this draft fiscal note to be used by the Select Committee on Pension Policy (SCPP) throughout the 2008 Interim only. If a legislator introduces this proposal as a bill during the next Legislative Session, we will prepare a final fiscal note based on that bill language. The actuarial results shown in this draft fiscal note may change when we prepare our final version for the Legislature.

We advise readers of this draft fiscal note to seek professional guidance as to its content and interpretation, and not to rely upon this communication without such guidance. Please read the analysis shown in this draft fiscal note as a whole. Distribution of, or reliance on, only parts of this draft fiscal note could result in its misuse, and may mislead others.

RESULTS

There is no fiscal impact resulting from this proposal.

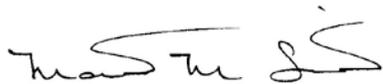
This proposal would repeal two obsolete sections of statute concerning Plan 1 of the Teachers' Retirement System: RCW 41.32.360 (Basis of contributions to disability reserve fund) and RCW 41.32.366 (Basis of contributions to death benefit fund). The auxiliary funds referenced in these statutes are no longer used. Since 1992, the Department of Retirement Systems has paid death and disability benefits from the pension reserve fund.

ACTUARY'S CERTIFICATION

The undersigned hereby certifies that:

1. This draft fiscal note has been prepared for the SCPP.
2. This draft fiscal note has been prepared, and opinions given, in accordance with Washington State law and accepted actuarial standards of practice as of the date shown on page 1 of this draft fiscal note.

This draft fiscal note is a preliminary actuarial communication and the results shown may change. While this draft fiscal note is meant to be complete, the undersigned is available to provide extra advice and explanations as needed.



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State Actuary

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