

2 EHB 2073 - S AMD - 522
3 By Senator West

4 PULLED 4/25/99

5 On page 1, on line 11, after "least", strike "~~((twenty))~~ fifteen"
6 and insert: "twenty";

7 On page 1, on line 16, strike "by two percent each year", and
8 insert "by the reduction factor provided by subsection (3) of this
9 section"

10 On page 1, after line 18, insert the following:

11 "(3) The office of the state actuary shall adopt an adjusted early
12 retirement reduction factor for the retirement system following the
13 approval by the pension funding council of the actuarial valuation
14 study that will be used to establish retirement system contribution
15 rates for the 2001-2003 biennium. The adjusted factor shall be the
16 percentage reduction factor that can be funded from the reduction in
17 retirement system contributions for the 2001-2003 biennium. The early
18 retirement reduction factor shall be adjusted each subsequent biennium
19 to reflect changes in the required contribution rates for the
20 retirement system. An actuarial reduction factor shall continue to be
21 used until the office of the state actuary has adopted an adjusted
22 early retirement factor. The change provided by this subsection may be
23 adjusted by the legislature in the future for any members who have not
24 previously retired with a benefit calculated pursuant to this section."

25 On page 2, beginning on line 8, strike "by two percent per year"
26 and insert "by the reduction factor provided by RCW 41.26.430(3)"

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EFFECT: Provides that the early retirement reduction factors for members of LEOFF 2 will be adjusted to the level that can be funded by the decrease in LEOFF 2 contribution rates, if any, that occurs in the 2001-2001 biennium, and future bienniums. The legislature reserves the ability to make changes for persons who have not yet retired.