

COMMITTEE STATEMENT
LB 1001

HEARING DATE: January 28, 1992

COMMITTEE ON: NE Retirement Systems Committee

TITLE: LB 1001 (Horgan, Lynch, Nelson, Will) Change provisions for Class V school district retirement systems

ROLL CALL VOTE, FINAL COMMITTEE ACTION

Advanced to General File

Y Advanced to General File with amendments

Indefinitely Postponed

Vote results:

6 Yes Senators Abboud, Crosby, Elmer, Moore, Nelson, Schmit

0 No

0 Present, not voting

0 Absent

PROPONENTS

Senator Thomas Horgan

Neal Krause

Arthur C. Johnson

Alberto Rodriguez

Craig Christiansen

Joseph R. Kitta

Dortohy Smiley

Representing

Introducer

Omaha School Employees Retirement System

Brd of Trustees, Omaha School Empl. Ret. System

Local 226

Omaha Education Association

Omaha Public Schools Maintenance Dept.

Omaha Retired School Employees

OPPONENTS

NONE

Representing

NEUTRAL

NONE

Representing

Summary of purpose and/or changes:

LB 1001 will grant a cost of living increase for those members of the School Employee's Retirement System of Douglas County School District 001 (the System) whose first retirement payment was dated on or before October 1, 1991.

LB 1001 will authorize an increase in the amount of the percentage factor used in determining the monthly formulate retirement annuity for members of the System from 1.65% to 1.70% for those members who retire on or after the effective date of this Act;

LB 1001 will provide for an automatic pre-retirement joint and survivor annuity for members of the System who have 20 or more years of creditable service and who die while still employed by Douglas County School District 001; and

LB 1001 will revise buy-in and buy-back provisions in the statutes governing the System. so that payment procedures are consistent among these statutory provisions and to allow tax deferred rollover contributions for buy-ins and buy-backs when the funds to pay for them come from other qualified, employer sponsored retirement plans.

Explanation of Amendments, if any:

The amendments strike Section (3) from the bill. Section (3) would have increased the formula benefit annuity factor from the current rate of 1.65% to 1.70%. This increase would have amounted to approximately a 3 percent increase in the retirement benefit for persons retiring after the effective date of the Act.

Chairperson