

HOUSE COMMITTEE ON COMMERCE SUBCOMMITTEE ON BUSINESS

March 5, 1993 Hearing Room D 8:30 a.m. Tapes 48-49

MEMBERS PRESENT: Rep. Bob Repine, Chair Rep. Hedy Rijken, Vice-Chair
Rep. Lisa Naito Rep. Liz VanLeeuwen Rep. Cynthia Wooten Rep. Lee Beyer
Rep. Michael Payne Rep. Bob Tiernan

STAFF PRESENT: Janet McComb, Committee Administrator Debbie
Schieno, Committee Clerk

MEASURES CONSIDERED: Informational Meeting PERS Overview

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These minutes contain materials which paraphrase and/or summarize
statements made during this session. Only text enclosed in
quotation marks report a speaker's exact words. For complete contents
of the proceedings, please refer to the tapes. [--- Unable To Translate
Graphic ---]

TAPE 48, SIDE A

002 CHAIR REPINE: Calls the meeting to order at 8:35 a.m.

PERS OVERVIEW

010 FRED McDONALD, OREGON PUBLIC EMPLOYES RETIREMENT SYSTEM:
Submits and reviews an overview of PERS (EXHIBIT A). -The purpose of
PERS is to provide a retirement system with high quality services so
each member in the system has an opportunity for a
successful retirement.

160 REP. TIERNAN: If a mistake is made can the Board members be
sued?

MR. McDONALD: Yes, the Board members can be sued for not following the
fiduciary responsibilities.

173 REP. TIERNAN: Do they have independent insurance policies?

MR. McDONALD: The Board does have insurance coverage through the Risk
Management Division.

265 CHAIR REPINE: What is a disabilities retirement?

MR. McDONALD: This can cover an orthopedic type injury, temporary
disability, permanent disability, illness, stress, etc.

TAPE 49, SIDE A

001 MR. McDONALD: Continues overview.

066 REP. VanLEEuwEN: How many PERS bills?

081 BOB ANDREWS, LEGISLATIVE LIAISON FOR PERS: We are currently tracking ninety bills. There are 70-80 bills directly relating to PERS. The

PERS Board has introduced eight bills.

184 REP. TIERNAN: What is the employer contribution?

MR. McDONALD: Employer contribution for schools is 10.22%, state employer contribution is 9.89%. These rates have gone down since the last evaluation. Local government can go from 6% to 16%, varying by jurisdiction.

239 REP. VanLEEuwEN: How much is actually paid by the employee?

MR. McDONALD: Of the 6% employee contribution, in most situations this is paid by the employer.

268 CHAIR REPINE: Adjourned the meeting at 9:22 a.m.

Submitted by:

Reviewed by:

Debbie Schieno
Administrator

Janet McComb Clerk

EXHIBIT LOG:

A - PERS Overview - McDonald - 23 pages