HOUSE COMMITTEE ON COMMERCE SUBCOMMITTEE ON LABOR February 8, 1993 Hearing Room D 8:30 a.m. Tapes 24 - 25 MEMBERS PRESENT: Rep. John Watt, Chair Rep. Lee Beyer Rep. Michael Payne Rep. Charles Starr Rep. Bob Tiernan STAFF PRESENT: Marilyn Johnston, Committee Administrator Rick Gaupo, Committee Clerk MEASURES CONSIDERED: HB 2168 - Public Hearing and Work Session HB 2169 - Public Hearing and Work Session HB 2171 - Public Hearing and Work Session HB 2172 - Public Hearing HB 2173 - Public Hearing and Work Session HB 2174 - Public Hearing and Work Session HB 2175 - Public Hearing [--- Unable To Translate Graphic ---] 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 24, SIDE A 004 Chair Watt calls the meeting to order at 8:30 a.m. and opens the Public Hearing on HB 2168 HB 2168 - Allows payment of part of cost of health insurance premium for retired member of Public Employes' Retirement System, and spouse of dependent of that member, based on years of qualifying service with retirement WITNESSES: Bob Andrews, PERS Gloria English, PERS 008 Bob Andrews, PERS, explains proposed amendments - page 4 lines 5 -12 - (Exhibit A) > Disscussion with Chair Watt on page 3 about language concerning spouse > Discussion with Rep. Tiernan on entitlement, section 3, line 20. > Section 1 of HB 2168 will require more money to be drawn out of PERS

097 Gloria English, Health Insurance Manager for PERS, explains the language change in HB 2168 > Discussion with Rep. Tiernan if section 2 or 3 of HB 2168 will

drew one more dollar out of the PERS fund > Section 2 - Yes but minor > Section 3 - No

165 Chair Watt closes the Public Hearing on HB 2168 and opens The Work Session on HB 2168

153 MOTION: Vice-Chair Beyer: Moves the ADOPTION of the dash one amendment to HB 2168

Chair Watt: Motion Carries and the dash one amendments have been

adopted

180 MOTION: Vice-Chair Beyer: Moves the ADOPTION of HB 2168 as amendment to the full Committee

Chair Watt: Motion having received the required majority is

declared pass

191 Chair Watt ask Vice-Chair Beyer to carry HB 2168 to full committee

195 Chair Watt closes the Work Session on HB 2168 and opens the Public Hearing on HB 2169

HB 2169 -Authorizes Public Employes' Retirement Board to Reduce monthly payment of reduce amount of lump sum made to PERSons

WITNESSES: Bob Andrews, PERS Fred McDonald, PERS

Bob Andrews explains the proposed amendments to HB 2169 210 > Discussion with Rep. Tiernan on language on page 5, line 43-45 > Description of benefits one would receive under this bill 248 > Fred Mcdonald, director of PERS, explains the board's position on page 5, lines 43-45 > Discussion of subsidy of up to \$78 on this health insurance

plan > Discussion with Rep. Tiernan on why the language of page 5,

lines 43-45 is in HB 2169. Bob Andrews explains the

reasoning

 $380\,$ Chair Watt closes the Public Hearing on HB 2169 and opens the Work Session on 2169\,

390 MOTION: Vice-Chair Beyer: Moves HB 2169 to full committee with DO PASS recommendation

395 Rep. Tiernan ask that the language of page 5, lines 43-45 be amended. Chair Watt suggest that the matter be taken up with the Revenue

Committee

Chair Watt: The MOTION having received the required majority is declared PASS Chair Watt ask Rep. Payne to take HB 2169 to the full committee TAPE 25, SIDE A 005 Chair Watt closes the Work Session on HB 2169 and opens HB 2171 HB 2171 - Defines "creditable service," "retirement credit," "member," "active member," "inactive member" and "retired member" for purposes of Public Employes' Retirement Act. WITNESSES: Bob Andrews, PERS 020 Administrator Johnston summarizes Staff Measure Summary -(Exhibit B) 028 Bob Andrews explains proposed amendments to HB 2171 > Discussion with Rep. Tiernan on page 28, lines 15-21 068 Chair Watt closes the Public Hearing on HB 2171 and opens the Work Session on HB 2171 MOTION: Vice-Chair Beyer: Moves HB 2171 to full committee with DO PASS recommendation Chair Watt: The MOTION having received the required majority is declared PASS Chair Watt ask Rep. Starr to take HB 2171 to the full committee 080 Chair Watt closes the Work Session on HB 2171 and open the Public Hearing on HB 2172 HB 2172 -Authorizes Public Employes' Retirement Board to reduce monthly payment or reduce amount of lump sum made to person by Public Employes' Retirement System in order to recover any overpayment and other improperly made payments WITNESSES: Bob Andrews, PERS Vickie Totten, PERS 084 Administrator Johnston summarizes Staff Measure Summary -(Exhibit C) Bob Andrews explains the proposed amendments to HB 2172 > 114 FΜ

addresses what is being done to minimize overpayment > Automation of

>

Discussion with Chair Watt on

benefit calculations 173

amount of overpayment

190 Vickie Totten and Bob Andrews further explains proposed amendments > Discussion with Rep. Payne on the language of error and fraudulent behavior, page 1 line 16 of proposed amendments of HB 2172 320 Chair Watt closes the Public Hearing on HB 2172 and opens the Public Hearing on HB 2173 HB 2173 -Repeals provisions requiring retirement at age 70 of tenured faculty members employed by State Board of Higher Education WITNESSES: Bob Andrews, PERS 330 Administrator Johnston summarizes Staff Measure Summary -(Exhibit E) Bob Andrews explains proposed amendments > Discussion with Rep. 354 Payne if a mandated retirement is imposed in any field 390 Chair Watt closes the Public Hearing on HB 2173 and opens the Work Session on HB 2173 MOTION: Vice-Chair Beyer: Moves HB 2173 to full committee with DO PASS recommendation Chair Watt: The MOTION having received the required majority is declared PASS Chair Watt ask Rep. Starr to take HB 2173 to the full committee 412 Chair Watt closes the Work Session on HB 2173 and opens the Public Hearing on HB 2174 HB 2174 - Clarifies provisions concerning crediting of interest on accounts and death benefits of members of Public Employes' Retirement System WITNESSES: Bob Andrews, PERS 420 Administrator Johnston summarizes Staff Measure Summary -(Exhibit F) 430 Bob Andrews explains the proposed amendments to HB 2174 -(Exhibit G) > Discussion with Chair Watt on page 1, line 7

TAPE 24, SIDE B

083 Chair Watt closes the Public Hearing on HB 2174 and opens the Work Session on HB 2174 MOTION: Vice-Chair Beyer: Moves the dash one amendment to HB 2174 Chair Watt: The MOTION CARRIES and dash one amendment have been adopted 110 Chair Watt closes the Work Session on HB 2174 and opens the Public Hearing on HB 2175 HB 2175 - Clarifies provisions on contributions to qualified football coaches plan WITNESSES: Ron Anderson, OSSHE Ron Anderson, OSSHE, explains proposed amendments > Rep. 133 Beyer asks question about 401 k > Discussion with Rep. Payne why this proposed bill is not to all coaches 174 Closes the Public Hearing on HB 2175 and adjourns the meeting at 9:40 a.m. Submitted by Reviewed by

Rick Gaupo Marilyn Johnston Committee Clerk Committee Administrator

EXHIBIT LOG:

A - HB 2168 PERS B - HB 2171 Staff C - HB 2172 Staff D - HB 2172 PERS E - HB 2173 Staff F - HB 2174 Staff G - HB 2174 PERS H - HB 2175 Staff I - HB 2175 Ron Anderson