



FLOOR AMENDMENT NO. \_\_\_\_\_

BY: Dan Duley

1 Amend S.B. No. 2190 (house committee printing) as follows:

2 (1) On page 11, line 3, strike "and 1E" and substitute "1E,  
3 and 1F".

4 (2) On page 17, between lines 6 and 7, insert the  
5 following:

6 Sec. 1F. BENEFIT REDUCTION PROPOSAL. (a) Notwithstanding  
7 any other provision of this article, including Section 13G of  
8 this article, not later than the fifth day after the year 2017  
9 effective date:

10 (1) the fund shall submit:

11 (A) actuarial data to the municipal actuary; and

12 (B) a benefit reduction proposal to the municipal  
13 actuary; and

14 (2) subject to Subsection (b) of this section, the  
15 municipality, in the municipality's sole discretion, may enter  
16 into a written agreement with the fund to:

17 (A) rescind some or all of the benefit changes  
18 made effective under S. B. No. 2190, Acts of the 85th  
19 Legislature, Regular Session, 2017, as of the year 2017  
20 effective date; and

21 (B) prospectively adopt some or all of the  
22 benefit reductions included in the benefit reduction proposal  
23 described under Subdivision (1)(B) of this subsection.

24 (b) Any benefit change included in a written agreement  
25 described under Subsection (a)(2) of this section must, for the  
26 fiscal year ending June 30, 2016, result in a legacy liability,  
27 as determined by the municipal actuary in accordance with an  
28 initial risk sharing valuation study prepared under Section 13C  
29 of this article, that is:

1           (1) not more than \$658 million; and

2           (2) not less than \$435.5 million.

3           (c) If necessary to reflect changes in benefits included in  
4 a written agreement adopted under Subsection (a)(2) of this  
5 section, the initial risk sharing valuation study shall be  
6 revised and restated, including a restatement of the  
7 amortization of the legacy liability over the remaining period  
8 and a recalculation of the corridor midpoint for the remainder  
9 of the applicable 31-year period, and the resulting municipal  
10 contribution rate will become effective in the fiscal year  
11 following the completion of the restated initial risk sharing  
12 valuation study.

13           (3) On page 17, line 5, strike "1E" and substitute "1F".