

HOUSE _____ **AMENDMENT NO.** _____

Offered By

1 AMEND House Committee Substitute for Senate Committee Substitute for Senate Bill No. 726,
2 Page 7, Section 34.057, Line 152, by inserting after all of said line the following:

3 “50.1130. 1. Notwithstanding the provisions of section 50.1150 to the contrary, a death
4 benefit of ten thousand dollars and, in the case of an active member who dies after December 31,
5 2002, and before becoming vested, an amount equal to the amount of the member's accumulated
6 contributions standing to his or her credit in the fund shall be paid to the designated beneficiary of
7 every active member upon his or her death or, if the member fails to designate a beneficiary, then
8 to the member's surviving spouse or, if there is no spouse, then in equal shares to the member's
9 surviving children. If there is neither a surviving spouse or surviving children, then the benefit
10 shall be paid to the active member's estate.

11 2. If the member executes a beneficiary designation form and lists more than one
12 beneficiary but fails to list the percentage of benefit that each beneficiary should receive, then the
13 benefit shall be divided equally among the named beneficiaries.

14 50.1140. 1. Upon termination of employment, any member with less than eight years of
15 creditable service shall forfeit all rights in the fund, including the member's accrued creditable
16 service as of the date of the member's termination of employment, but may receive any refund of
17 contributions to which the member is entitled pursuant to subsection 3 of this section or
18 subsection 1 of section 50.1130.

19 2. A member who terminates employment with at least eight years of creditable service
20 shall be entitled to an annuity from the fund, determined in accordance with the formula described
21 in section 50.1060. The member may elect to defer the receipt of his or her annuity, until the
22 member's attainment of age sixty-two, or the member may elect to begin receiving his or her
23 annuity on the first day of any month following the later of the date of termination of employment
24 or age fifty-five. If the member begins receiving an annuity before age sixty-two and termination
25 of employment occurs on or after age fifty-five, the annuity shall be reduced by four-tenths of one
26 percent for each month the commencement date of the annuity precedes age sixty-two, and an
27 additional three-tenths of one percent for each month the commencement date of the annuity
28 precedes age sixty.

29 3. In the event a member ceases to be a member other than by death before the date the

1 member becomes vested in the system, the member shall be paid, upon his or her written
2 application filed with the board, the member's accumulated contributions standing to his or her
3 credit in the members' deposit fund.

4 4. A former member who has forfeited creditable service may have the creditable service
5 restored by again becoming an employee, completing a total of eight years of uninterrupted
6 creditable service, and purchasing the forfeited service by paying into the fund the forfeited
7 amount previously refunded to the participant or credited to the participant's county plus interest
8 equal to the current prime rate plus two percent.”; and

9
10 Further amend said page, Section 67.085, Line 22, by inserting after all of said line the following:

11 “104.603. 1. Effective with transfers of service between the Missouri department of
12 transportation and highway patrol employees' retirement system and the Missouri state employees'
13 retirement system that occur on or after September 1, 2011, upon a reciprocal transfer of
14 creditable or credited service pursuant to section 104.602 or subsection 8 of section 104.1021, the
15 sending system from which the service is transferred shall pay the receiving system to which the
16 service is transferred the present value of the accrued benefit as determined pursuant to subsection
17 2 of this section.

18 2. For purposes of this section, the present value of the accrued benefit shall be
19 determined using the actuarial assumptions of the sending system used in that system's last regular
20 valuation assuming active member status and using the unit credit actuarial cost method.

21 However, in no event shall the payment amount be less than the sum of the member's accumulated
22 contributions and interest plus any purchased service payments from the member held on deposit
23 by the sending system. If the member had received a refund of accumulated contributions from
24 the sending system and forfeited service credit with that system, the member would need to
25 reestablish that service with the sending system by again becoming an active member of a system
26 covered by this chapter and satisfying requirements otherwise stipulated for reestablishing service
27 credit. However, in the event the member had previously transferred service from the receiving
28 system to the sending system which was not subject to an asset transfer under this section, then
29 that service will be excluded from the computation of the accrued benefit. In the event any prior

1 payments by a sending system under this section included an amount for previously transferred
2 service that was not subject to this section, the receiving system shall return to the sending system
3 the present value amount attributable to such service, including interest as determined and agreed
4 to by both systems.

5 3. The service transfer shall not be deemed completed until the sending system makes
6 payment to the receiving system as prescribed in this section. Payments shall be made within
7 ninety days of the date that a completed transfer request is submitted by a member.

8 4. When the transfer payment includes an amount identified as corresponding to a
9 member's accumulated contributions, the accumulated contributions portion shall be identified,
10 and further, the accumulated contributions balance as of the preceding July first shall be identified
11 and the receiving system shall be responsible for crediting interest according to the terms of the
12 receiving plan.

13 5. The systems shall coordinate their plan administration for reciprocal transfers to give
14 full effect to the transfer including the transfer and acceptance of corresponding division of
15 benefit orders.

16 6. The member or survivor obtaining a reciprocal transfer of service covered by this
17 section shall satisfy all requirements under section 104.602 or subsection 8 of section 104.1021 to
18 obtain a transfer of credited or creditable service and shall satisfy the requirements under section
19 104.1091 with the receiving system to reestablish forfeited service previously accrued at either
20 system.”; and _____

21
22 Further amend said bill by amending the title, enacting clause, and intersectional references
23 accordingly.