

House _____ Amendment NO. _____

Offered By

1 AMEND Senate Substitute No. 2 for Senate Committee Substitute for Senate Bill No. 727, Page 2,
2 Section A, Line 15, by inserting after all of the said section and line the following:

3
4 "105.684. 1. Notwithstanding any law to the contrary, no plan shall adopt or implement any
5 additional benefit increase, supplement, enhancement, lump sum benefit payments to participants, or
6 cost-of-living adjustment beyond current plan provisions in effect prior to August 28, 2007, which
7 would, in aggregate with any other proposed plan provisions, increase the plan's actuarial accrued
8 liability when valued by an actuary using the same methods and assumptions as used in the most
9 recent periodic valuation, unless the plan's actuary determines that the funded ratio of the most
10 recent periodic actuarial valuation and prior to such adoption or implementation is at least eighty
11 percent and will not be less than seventy-five percent after such adoption or implementation, except
12 for the system governed by sections 169.410 to 169.542, which may administer a one-time
13 supplemental payment as set forth in section 169.542, subject to state appropriations. Methods and
14 assumptions used in valuing such proposed change may be modified if the nature is such that
15 alternative assumptions are clearly warranted.

16 2. The unfunded actuarial accrued liabilities associated with benefit changes described in
17 this section shall be amortized over a period not to exceed twenty years for purposes of determining
18 the contributions associated with the adoption or implementation of any such benefit increase,
19 supplement, or enhancement.

20 3. Any plan with a funded ratio below sixty percent shall have the actuary prepare an
21 accelerated contribution schedule based on a descending amortization period for inclusion in the
22 actuarial valuation.

23 4. Nothing in this section shall apply to any plan established under chapter 70 or chapter
24 476.

25 5. Nothing in this section shall prevent a plan from adopting and implementing any
26 provision necessary to maintain a plan's status as a qualified trust pursuant to 26 U.S.C. Section
27 401(a)."; and

28
29 Further amend said bill, Page 120, Section 168.500, Line 144, by inserting after all of the said
30 section and line the following:

Action Taken _____ Date _____

1 "169.540. The state of Missouri shall contribute no funds directly or indirectly to finance the
2 plan to pay pension benefits by appropriation bills or otherwise, except:

3 (1) Those funds which the district may receive from time to time under a law or laws
4 providing for a general apportionment of school moneys throughout all the state [~~and except~~];

5 (2) Employer contributions for members employed by the board of regents which shall be
6 made by the state of Missouri; and

7 (3) State funds appropriated for a one-time supplemental payment as set forth in section
8 169.542.

9 169.542. 1. The board of trustees shall administer and distribute a one-time supplemental
10 payment of a pension benefit, as defined in section 169.410, to a retired member or beneficiary as
11 provided in this section.

12 2. Subject to appropriations, the supplemental payment shall be payable no later than
13 September 30, 2025, and to the extent practicable, on a date or dates that coincide with the regular
14 pension benefit payable to each retired member or beneficiary.

15 3. The amount of the supplemental payment shall be equal to the lesser of:

16 (1) The gross amount of the regular pension benefit to which the retired member or
17 beneficiary is otherwise entitled for the calendar month immediately prior to the calendar month in
18 which the supplemental payment is issued; or

19 (2) Two thousand dollars.

20 4. The board of trustees shall make applicable tax withholding and any other legally
21 required deductions before disbursing the supplementary payment.

22 5. A supplementary payment under this section shall be in addition to, and not in lieu of, a
23 regular monthly pension benefit to which the eligible retired member or beneficiary is otherwise
24 entitled.

25 6. In order to be eligible for a supplemental payment, a person shall be, for the calendar
26 month immediately prior to the calendar month in which the board of trustees issues the one-time
27 supplemental payment, eligible to receive a standard retirement pension benefit under sections
28 169.410 to 169.542.

29 7. The board of trustees shall determine the eligibility for, and the amount and timing of, a
30 supplemental payment and the manner in which the payment shall be made.

31 8. The state shall appropriate to the retirement system governed by sections 169.410 to
32 169.542 an amount equal to the cost of the one-time supplemental payment required by this section.
33 If the state does not transfer the appropriated amount described by this subsection, the board of
34 trustees shall not issue the one-time supplemental payment required by this section."; and

35
36 Further amend said bill by amending the title, enacting clause, and intersectional references
37 accordingly.