

HB 7085

2007

1                   A bill to be entitled  
2           An act relating to retirement; amending s. 121.71, F.S.;  
3           revising the payroll contribution rates for the membership  
4           classes of the Florida Retirement System for the state  
5           fiscal years effective July 1, 2007, and July 1, 2008;  
6           providing an effective date.

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8   Be It Enacted by the Legislature of the State of Florida:

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10           Section 1.   Section 121.71, Florida Statutes, is amended to  
11   read:

12           121.71   Uniform rates; process; calculations; levy.--

13           (1)   In conducting the system actuarial study required  
14   under s. 121.031, the actuary shall follow all requirements  
15   specified thereunder to determine, by Florida Retirement System  
16   employee membership class, the dollar contribution amounts  
17   necessary for the forthcoming fiscal year for the defined  
18   benefit program. In addition, the actuary shall determine, by  
19   Florida Retirement System membership class, based on an estimate  
20   for the forthcoming fiscal year of the gross compensation of  
21   employees participating in the optional retirement program, the  
22   dollar contribution amounts necessary to make the allocations  
23   required under ss. 121.72 and 121.73. For each employee  
24   membership class and subclass, the actuarial study shall  
25   establish a uniform rate necessary to fund the benefit  
26   obligations under both Florida Retirement System retirement  
27   plans, by dividing the sum of total dollars required by the  
28   estimated gross compensation of members in both plans.

29 (2) Based on the uniform rates set forth in subsection  
 30 (3), employers shall make monthly contributions to the Division  
 31 of Retirement, which shall initially deposit the funds into the  
 32 Florida Retirement System Contributions Clearing Trust Fund. A  
 33 change in a contribution rate is effective the first day of the  
 34 month for which a full month's employer contribution may be made  
 35 on or after the beginning date of the change.

36 (3) Required employer retirement contribution rates for  
 37 each membership class and subclass of the Florida Retirement  
 38 System for both retirement plans are as follows:  
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Membership Class	Percentage of Gross Compensation, Effective July 1, <u>2007</u> <del>2006</del>	Percentage of Gross Compensation, Effective July 1, <u>2008</u> <del>2007</del>
Regular Class	8.69%	9.55%
Special Risk Class	19.76%	<u>21.92%</u> <del>21.96%</del>
Special Risk Administrative Support Class	11.39%	<u>11.86%</u> <del>12.65%</del>
Elected Officers' Class - Legislators,	13.32%	<u>14.66%</u> <del>14.80%</del>

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Governor,  
 Lt. Governor,  
 Cabinet Officers,  
 State Attorneys,  
 Public Defenders

44

Elected Officers'	18.40%	<u>20.42%</u>	<del>20.44%</del>
Class -			
Justices, Judges			

45

Elected Officers'	15.37%	<u>17.03%</u>	<del>17.08%</del>
Class -			
County Elected Officers			

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Senior Management Class	11.96%	<u>12.95%</u>	<del>13.29%</del>
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DROP	9.80%	10.89%	
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(4) The state actuary shall recognize and use an appropriate level of available excess assets of the Florida Retirement System Trust Fund to offset the difference between the normal costs of the Florida Retirement System and the statutorily prescribed contribution rates.

Section 2. This act shall take effect July 1, 2007.