

HB 5005

2016

22	Regular Class	<u>2.97%</u> 2.91%
23	Special Risk Class	11.35%
24	Special Risk Administrative Support Class	<u>3.87%</u> 3.71%
25	Elected Officers' Class— Legislators, Governor, Lt. Governor, Cabinet Officers, State Attorneys, Public Defenders	<u>6.63%</u> 6.48%
26	Elected Officers' Class— Justices, Judges	<u>11.68%</u> 11.39%
27	Elected Officers' Class— County Elected Officers	<u>8.55%</u> 8.48%
28	Senior Management Class	<u>4.38%</u> 4.32%
29	DROP	<u>4.17%</u> 4.10%

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(5) In order to address unfunded actuarial liabilities of the system, the required employer retirement contribution rates for each membership class and subclass of the Florida Retirement System for both retirement plans are as follows:

Membership Class	Percentage of Gross Compensation, Effective July 1, <u>2016</u> 2015
Regular Class	<u>2.83%</u> 2.65%
Special Risk Class	<u>8.92%</u> 8.99%
Special Risk Administrative Support Class	<u>22.47%</u> 27.54%
Elected Officers' Class— Legislators, Governor, Lt. Governor, Cabinet Officers,	<u>33.75%</u> 37.62%

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41	State Attorneys, Public Defenders	
42	Elected Officers' Class— Justices, Judges	<u>23.30%</u> 22.62%
43	Elected Officers' Class— County Elected Officers	<u>32.20%</u> 32.09%
44	Senior Management Service Class	<u>15.67%</u> 15.41%
45	DROP	<u>7.10%</u> 7.12%

46 Section 2. Section 121.74, Florida Statutes, is amended to
47 read:

48 121.74 Administrative and educational expenses.—In
49 addition to contributions required to fund member accounts under
50 ss. 121.71 and 121.73, effective July 1, 2010, through June 30,
51 2014, employers participating in the Florida Retirement System
52 shall contribute an employer assessment amount equal to 0.03
53 percent of the payroll reported for each class or subclass of
54 Florida Retirement System membership. Effective July 1, 2014,
55 the employer assessment is 0.04 percent of the payroll reported
56 for each class or subclass of membership. Effective July 1,
57 2016, the employer assessment is 0.06 percent of the payroll
58 reported for each class and subclass of membership. The amount

59 assessed shall be transferred by the Division of Retirement from
60 the Florida Retirement System Contributions Clearing Trust Fund
61 to the State Board of Administration's Administrative Trust Fund
62 to offset the costs of administering the investment plan and the
63 costs of providing educational services to members of the
64 Florida Retirement System. Approval of the trustees is required
65 before the expenditure of these funds. Payments for third-party
66 administrative or educational expenses shall be made only
67 pursuant to the terms of the approved contracts for such
68 services.

69 Section 3. The Legislature finds that a proper and
70 legitimate state purpose is served when employees, officers, and
71 retirees of the state and its political subdivisions, and the
72 dependents, survivors, and beneficiaries of such employees,
73 officers, and retirees, are extended the basic protections
74 afforded by governmental retirement systems. These persons must
75 be provided benefits that are fair and adequate and that are
76 managed, administered, and funded in an actuarially sound manner
77 as required by s. 14, Article X of the State Constitution and
78 part VII of chapter 112, Florida Statutes. Therefore, the
79 Legislature determines and declares that this act fulfills an
80 important state interest.

81 Section 4. This act shall take effect July 1, 2016.