



383086

LEGISLATIVE ACTION

Senate

.

House

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Floor: 1/R/2R

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03/14/2022 12:52 PM

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Senator Brandes moved the following:

Senate Amendment (with title amendment)

Delete everything after the enacting clause
and insert:

Section 1. Paragraph (j) is added to subsection (8) of
section 112.363, Florida Statutes, to read:

112.363 Retiree health insurance subsidy.—

(8) CONTRIBUTIONS.—For purposes of funding the insurance
subsidy provided by this section:

(j) Beginning July 1, 2022, the employer of each member of
a state-administered plan shall contribute 1.50 percent of gross



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12 compensation each pay period.

13

14 Such contributions shall be submitted to the Department of
15 Management Services and deposited in the Retiree Health
16 Insurance Subsidy Trust Fund.

17 Section 2. Paragraph (d) of subsection (7) of section
18 121.052, Florida Statutes, is amended to read:

19 121.052 Membership class of elected officers.—

20 (7) CONTRIBUTIONS.—

21 (d) The following table states the required employer
22 contribution on behalf of each member of the Elected Officers'
23 Class in terms of a percentage of the member's gross
24 compensation. Such contribution constitutes the entire health
25 insurance subsidy contribution with respect to each such member.
26 A change in the contribution rate is effective with the first
27 salary paid on or after the beginning date of the change. The
28 retiree health insurance subsidy contribution rate is as
29 follows:

30

Dates of Contribution	Contribution
Rate Changes	Rate

31

32

October 1, 1987, through December 31, 1988	0.24%
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33

January 1, 1989, through December 31, 1993	0.48%
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34	January 1, 1994, through December 31, 1994	0.56%
35	January 1, 1995, through June 30, 1998	0.66%
36	July 1, 1998, through June 30, 2001	0.94%
37	July 1, 2001, through June 30, 2013	1.11%
38	July 1, 2013, through June 30, 2014	1.20%
39	July 1, 2014, through June 30, 2015	1.26%
40	<u>Effective July 1, 2015,</u> <u>through June 30, 2022</u>	1.66%
41	<u>Effective July 1, 2022</u>	<u>1.50%</u>
42		
43		
44	Such contributions and accompanying payroll data are due and	
45	payable no later than the 5th working day of the month	
46	immediately following the month during which the payroll period	
47	ended and shall be deposited by the administrator in the Retiree	



48 Health Insurance Subsidy Trust Fund.

49 Section 3. Paragraph (d) of subsection (3) of section
50 121.055, Florida Statutes, is amended to read:

51 121.055 Senior Management Service Class.—There is hereby
52 established a separate class of membership within the Florida
53 Retirement System to be known as the “Senior Management Service
54 Class,” which shall become effective February 1, 1987.

55 (3)

56 (d) The following table states the required employer
57 contribution on behalf of each member of the Senior Management
58 Service Class in terms of a percentage of the member’s gross
59 compensation. Such contribution constitutes the entire health
60 insurance subsidy contribution with respect to each such member.
61 A change in the contribution rate is effective with the first
62 salary paid on or after the beginning date of the change. The
63 retiree health insurance subsidy contribution rate is as
64 follows:

65

Dates of Contribution Rate Changes	Contribution Rate
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66

67

October 1, 1987, through December 31, 1988	0.24%
---	-------

68

January 1, 1989, through December 31, 1993	0.48%
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70	January 1, 1994, through December 31, 1994	0.56%
71	January 1, 1995, through June 30, 1998	0.66%
72	July 1, 1998, through June 30, 2001	0.94%
73	July 1, 2001, through June 30, 2013	1.11%
74	July 1, 2013, through June 30, 2014	1.20%
75	July 1, 2014, through June 30, 2015	1.26%
76	<u>Effective July 1, 2015,</u> <u>through June 30, 2022</u>	1.66%
77	<u>Effective July 1, 2022</u>	<u>1.50%</u>
78		
79	Such contributions and accompanying payroll data are due and	
80	payable no later than the 5th working day of the month	
81	immediately following the month during which the payroll period	
82	ended and shall be deposited by the administrator in the Retiree	
83	Health Insurance Subsidy Trust Fund.	



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84 Section 4. Subsection (4) of section 121.071, Florida
85 Statutes, is amended to read:

86 121.071 Contributions.—Contributions to the system shall be
87 made as follows:

88 (4) The following table states the required employer
89 contribution on behalf of each member of the Regular Class,
90 Special Risk Class, or Special Risk Administrative Support Class
91 in terms of a percentage of the member's gross compensation.
92 Such contribution constitutes the entire health insurance
93 subsidy contribution with respect to each such member. A change
94 in the contribution rate is effective with the first salary paid
95 on or after the beginning date of the change. The retiree health
96 insurance subsidy contribution rate is as follows:

Dates of Contribution Rate Changes	Contribution Rate
October 1, 1987, through December 31, 1988	0.24%
January 1, 1989, through December 31, 1993	0.48%
January 1, 1994, through December 31, 1994	0.56%
January 1, 1995, through June	0.66%



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103	30, 1998	
	July 1, 1998, through June 30, 2001	0.94%
104		
	July 1, 2001, through June 30, 2013	1.11%
105		
	July 1, 2013, through June 30, 2014	1.20%
106		
	July 1, 2014, through June 30, 2015	1.26%
107		
	<u>Effective July 1, 2015,</u> <u>through June 30, 2022</u>	1.66%
108		
	<u>Effective July 1, 2022</u>	<u>1.50%</u>
109		
110		
111	Such contributions shall be deposited by the administrator in	
112	the Retiree Health Insurance Subsidy Trust Fund.	
113	Section 5. Subsections (4) and (5) of section 121.71,	
114	Florida Statutes, are amended to read:	
115	121.71 Uniform rates; process; calculations; levy.—	
116	(4) Required employer retirement contribution rates for	
117	each membership class and subclass of the Florida Retirement	
118	System for both retirement plans are as follows:	
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	Percentage of Gross Compensation, Effective July 1, <u>2022</u> 2021	
120	Membership Class	
121		
122	Regular Class	<u>5.16%</u> 4.91%
123	Special Risk Class	<u>15.91%</u> 15.27%
	Special Risk Administrative Support Class	
124		<u>9.91%</u> 9.73%
	Elected Officers' Class— Legislators, Governor, Lt. Governor, Cabinet Officers, State Attorneys, Public Defenders	
125		<u>8.34%</u> 8.49%
	Elected Officers' Class— Justices, Judges	
126		<u>13.90%</u> 13.38%
	Elected Officers' Class— County Elected Officers	
127		<u>10.31%</u> 10.28%



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128 Senior Management Class 6.83% ~~6.49%~~

129 DROP 7.77% ~~7.23%~~

130
131 (5) In order to address unfunded actuarial liabilities of
132 the system, the required employer retirement contribution rates
133 for each membership class and subclass of the Florida Retirement
134 System for both retirement plans are as follows:
135

Membership Class	Percentage of Gross Compensation, Effective July 1, <u>2022</u> 2021
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136
137 Regular Class 4.23% ~~4.19%~~

138 Special Risk Class 9.53% ~~8.90%~~

139 Special Risk
Administrative
Support Class 26.16% ~~26.31%~~

140 Elected Officers' Class—
Legislators, Governor,
Lt. Governor, 56.76% ~~53.52%~~



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Cabinet Officers,
State Attorneys,
Public Defenders

141

Elected Officers' Class-
Justices, Judges

27.64% ~~25.81%~~

142

Elected Officers' Class-
County Elected Officers

43.98% ~~39.42%~~

143

Senior Management Service
Class

22.15% ~~20.80%~~

144

DROP

9.15% ~~9.45%~~

145

146

147 Section 6. The Legislature finds that a proper and
148 legitimate state purpose is served when employees, officers, and
149 retirees of the state and its political subdivisions, and the
150 dependents, survivors, and beneficiaries of such employees,
151 officers, and retirees, are extended the basic protections
152 afforded by governmental retirement systems. These persons must
153 be provided benefits that are fair and adequate and that are
154 managed, administered, and funded in an actuarially sound manner
155 as required by s. 14, Article X of the State Constitution and
156 part VII of chapter 112, Florida Statutes. Therefore, the
157 Legislature determines and declares that this act fulfills an
158 important state interest.

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Section 7. This act shall take effect July 1, 2022.



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===== T I T L E A M E N D M E N T =====

And the title is amended as follows:

Delete everything before the enacting clause
and insert:

A bill to be entitled
An act relating to retirement; amending ss. 112.363,
121.052, 121.055, and 121.071, F.S.; revising the
employer contribution rates for the retiree health
insurance subsidy as of a specified date; amending s.
121.71, F.S.; revising required employer retirement
contribution rates for each membership class of the
Florida Retirement System; providing a declaration of
important state interest; providing an effective date.