

BY: Appropriations Committee

AMENDMENTS TO HOUSE BILL 162

(First Reading File Bill)

AMENDMENT NO. 1

On page 1, in line 4, after the first “of” insert “altering the timing of a certain reimbursement to certain accumulation funds for certain administrative and operational expenses of the Board of Trustees for the State Retirement and Pension System and the State Retirement Agency; requiring that certain reimbursements to certain accumulation funds be done in a certain manner; requiring the Board of Trustees to offset certain reimbursements in a certain manner;”; strike beginning with “for” in line 4 down through “System” in line 5; in line 7, strike “certain dates” and substitute “a certain date”; and in line 13, after “Section” insert “21-303(d) and”.

AMENDMENT NO. 2

On page 1, after line 18, insert:

“21-303.

(d) (1) Except as provided in paragraph (2) of this subsection, each year, the Board of Trustees shall transfer from the accumulation fund of each State system to the expense fund of that system the amounts required by § 21-315 of this subtitle.

(2) The administrative and operational expenses of the Board of Trustees and the State Retirement Agency, not including amounts as authorized by the Board of Trustees necessary for investment management services, shall be paid by participating employers as provided in § 21-316 of this subtitle and may not be transferred from the accumulation fund of each system.

(3) (i) **1.** Notwithstanding paragraph (2) of this subsection, if a budget amendment is approved in any fiscal year for administrative and operational

(Over)

expenses for the Board of Trustees and the State Retirement Agency, the Board of Trustees may transfer the amount approved by budget amendment from the accumulation funds of the State Retirement and Pension System to the expense funds of the State Retirement and Pension System.

[(ii)] 2. A. [Any] SUBJECT TO ITEM B OF THIS SUBSUBPARAGRAPH, ANY funds transferred from the accumulation funds under [subparagraph (i) of this paragraph] SUBSUBPARAGRAPH 1 OF THIS SUBPARAGRAPH shall be reimbursed to the accumulation funds on or before June 30 of the SECOND following fiscal year from payments for administrative and operational expenses received by the Board of Trustees under § 21-316 of this subtitle.

B. ANY FUNDS TRANSFERRED FROM THE ACCUMULATION FUNDS UNDER SUBSUBPARAGRAPH 1 OF THIS SUBPARAGRAPH RESULTING FROM AN UNDERPAYMENT OF ADMINISTRATIVE AND OPERATIONAL EXPENSES OWED BY THE STATE AND LOCAL EMPLOYERS UNDER § 21-316 OF THIS SUBTITLE, SHALL BE REIMBURSED TO THE ACCUMULATION FUNDS AS PART OF THE ANNUAL OR QUARTERLY ADMINISTRATIVE AND OPERATIONAL EXPENSE REIMBURSEMENTS ON OR BEFORE JUNE 30 OF THE SECOND FOLLOWING FISCAL YEAR FROM PAYMENTS FOR ADMINISTRATIVE AND OPERATIONAL EXPENSES RECEIVED BY THE BOARD OF TRUSTEES UNDER § 21-316 OF THIS SUBTITLE BY THE APPROPRIATE EMPLOYERS.

(II) NOTWITHSTANDING PARAGRAPH (2) OF THIS SUBSECTION, IF THE BOARD OF TRUSTEES AND THE STATE RETIREMENT AGENCY RECEIVE ADMINISTRATIVE AND OPERATIONAL EXPENSES IN EXCESS OF THE AMOUNT EXPENDED, THE BOARD OF TRUSTEES SHALL OFFSET THE ANNUAL OR QUARTERLY ADMINISTRATIVE AND OPERATIONAL EXPENSE REIMBURSEMENTS OF THE APPROPRIATE EMPLOYERS ON OR BEFORE JUNE 30

OF THE SECOND FOLLOWING FISCAL YEAR BY THE EXCESS AMOUNT OF ADMINISTRATIVE AND OPERATIONAL EXPENSES RECEIVED.”.

AMENDMENT NO. 3

On page 2, in line 25, strike the brackets; in the same line, strike “May 1” and substitute “**FEBRUARY 1**”; strike beginning with “**IN**” in line 25 down through “**THE**” in line 26; in line 27, strike the brackets; strike beginning with “**SEND**” in line 27 down through “**CERTIFICATION**” in line 28; and in line 28, strike “**OF**”.

On page 3, strike in their entirety lines 1 through 6, inclusive; in lines 7, 11, 14, 17, and 20, in each instance, strike the brackets; and in lines 7, 11, 14, 17, and 20, strike “**(3)**”, “**(4)**”, “**(5)**”, “**(6)**”, and “**(7)**”, respectively.