SB0453/609839/1

BY: Budget and Taxation Committee

AMENDMENTS TO SENATE BILL 453

(First Reading File Bill)

AMENDMENT NO. 1

On page 1, strike in their entirety lines 2 and 3 and substitute:

"Workgroup to Study the Optional Retirement Program";

strike in their entirety lines 4 through 10, inclusive, and substitute:

"FOR the purpose of establishing the Workgroup to Study the Optional Retirement Program; providing for the composition, chair, and staffing of the Workgroup; prohibiting a member of the Workgroup from receiving certain compensation, but authorizing the reimbursement of certain expenses; requiring the Workgroup to study and make recommendations regarding certain matters; requiring the Workgroup to report its findings and recommendations to the Governor and the General Assembly on or before a certain date; providing for the termination of this Act; and generally relating to the Workgroup to Study the Optional Retirement Program.";

and strike in their entirety lines 11 through 20, inclusive.

AMENDMENT NO. 2

On pages 1 through 5, strike in their entirety the lines beginning with line 22 on page 1 through line 7 on page 5, inclusive, and substitute "That:

- (a) There is a Workgroup to Study the Optional Retirement Program.
- (b) The Workgroup consists of the following members:

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- (1) <u>a representative of the Maryland Higher Education Commission,</u> appointed by the Secretary of Higher Education;
- (2) the following representatives of public 4-year institutions of higher education, including representatives of Administrative Affairs and Academic Affairs:
- (i) a representative of the University System of Maryland, appointed by the Chancellor of the University System of Maryland;
- (ii) a representative of Morgan State University, appointed by the President of Morgan State University; and
- (iv) <u>a representative of St. Mary's College of Maryland, appointed</u> by the President of St. Mary's College of Maryland;
- (3) a representative of the Maryland Association of Community Colleges, appointed by the Executive Director of the Maryland Association of Community Colleges;
- (4) a representative of the Department of Budget and Management, appointed by the Secretary of Budget and Management;
- (5) <u>a representative of the State Retirement Agency, appointed by the Executive Director of the State Retirement Agency; and</u>
- (6) a representative of a bargaining unit for nonexempt employees, appointed by the Governor.
 - (c) The Workgroup shall elect a chair from among its members.
 - (d) The University System of Maryland shall provide staff for the Workgroup.

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- (e) A member of the Workgroup:
 - (1) may not receive compensation as a member of the Workgroup; but
- (2) is entitled to reimbursement for expenses under the Standard State Travel Regulations, as provided in the State budget.
 - (f) The Workgroup shall:
- (1) review the population of employees eligible to participate in the Optional Retirement Program, including:
- (i) the number of employees in various employment categories, such as exempt and nonexempt categories;
 - (ii) participation rates by employment categories; and
 - (iii) changes in participation rates over time;
- (2) review the contribution requirements for the Optional Retirement Program, including:
- (i) the State contribution rate for participants of the Optional Retirement Program; and
- (ii) the appropriateness of an employee contribution for participants of the Optional Retirement Program;
- (3) review the eligibility criteria for health benefits of Optional Retirement Program participants, including:

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- (i) the number of years of service participants in the Optional Retirement Program are required to have to be eligible for retiree health benefits and a prorated retiree health benefit subsidy;
- (ii) the number of years of service participants in the Optional Retirement Program are required to have for their spouses and dependents to be eligible for retiree health benefits; and
- (iii) whether any changes should be recommended to the eligibility criteria for the Optional Retirement Program that would authorize a prorated retiree health benefit subsidy for the spouses and dependents of participants of the Optional Retirement Program; and
- (4) make recommendations regarding any changes to the Optional Retirement Program that would improve the program and would be beneficial to the participants in the program and the State.
- (g) On or before December 1, 2016, the Workgroup shall report its findings and recommendations to the Governor and, in accordance with § 2-1246 of the State Government Article, the General Assembly.".

AMENDMENT NO. 3

On page 5, in line 9, after the period insert "<u>It shall remain effective for a period of 1 year and, at the end of June 30, 2017, with no further action required by the General Assembly, this Act shall be abrogated and of no further force and effect.</u>".