HOUSE BILL NO. HB0109

Public employee retirement plan-contributions.

Sponsored by: Joint Appropriations Committee

A BILL

for

AN ACT relating to public employees; increasing employee 1 employer contributions in the public 2 employee and 3 retirement plan; requiring the increased employee 4 contributions to be paid through a reduction in cash salary of the employee as specified; repealing archaic provisions; 5 providing appropriations; and providing for an effective 6 7 date.

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9 Be It Enacted by the Legislature of the State of Wyoming:

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- **Section 1.** W.S. 9-3-412(a), (c)(ii) through (iv) and 11
- 12 by creating a new paragraph (v) and 9-3-413 are amended to
- 13 read:

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- 9-3-412. Members' contributions; payroll deductions; 15
- 16 employer authorized to pay employee's share.

2 (a) Except as otherwise provided in this section and 3 W.S. 9-3-431 and 9-3-432, every member covered under this 4 article, shall pay into the account seven and one-half percent (7.5%) of his salary for the period from September 5 1, 2013 through June 30, 2014, and thereafter eight and 6 one-quarter percent (8.25%) eight and one-half percent 7 8 (8.5%) of his salary for the period from September 1, 2018 9 through June 30, 2019, eight and three-quarters percent 10 (8.75%) of his salary for the period from July 1, 2019 through June 30, 2020, nine percent (9%) of his salary for 11 12 the period from July 1, 2020 through June 30, 2021 and 13 thereafter nine and one-quarter percent (9.25%) of his salary. Every firefighter member covered under this article 14 15 shall pay into the account seven percent (7%) of his 16 salary. Payments shall be deducted each pay period from 17 each member's salary by the chief fiscal officer of each 18 participating employer. Employee contributions shall be 19 transferred to the account in accordance with subsection 20 (c) of this section.

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22 (c) The contributions under subsection (b) of this 23 section shall be paid from the source of funds which is

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used in paying salary to the member. The employer may pay 1 2 these contributions by a reduction in cash salary of the 3 member or by an offset against a future salary increase, or 4 by a combination of a reduction in salary and an offset against a future salary increase, provided: 5 6 (ii) Except as provided in paragraphs (iii) and 7 (iv) through (v) of this subsection, any employer may pay 8 any amount of a member's share of retirement contributions 9 10 without a salary reduction, offset or combination thereof; 11 12 (iii) For state employee members five and 13 fifty-seven hundredths percent (5.57%), except that for the period from September 1, 2013 through June 30, 2014 five 14 and eighty-two hundredths percent (5.82%), for the period 15 16 from July 1, 2014 through June 30, 2016 six and one hundred ninety-five thousandths percent (6.195%), and for the 17 period from July 1, 2016 through June 30, 2017 five and 18 19 nine hundred forty-five thousandths percent (5.945%), of 20 the member's salary shall be paid by the employer without 21 any salary reduction or offset. The remaining portion of 22 the state employee's contribution shall be paid through a

reduction in cash salary of the state employee unless

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    specified otherwise by legislative act; and
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              (iv) For full-time brand inspection contract
    employees authorized to participate in the state retirement
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    system under W.S. 9-2-1022(a)(xi)(F)(IV), not more than
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    five and fifty-seven hundredths percent (5.57%), except
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    that for the period from September 1, 2013 through June 30,
    2014 five and eighty-two hundredths percent (5.82%), for
9
10
    the period from July 1, 2014 through June 30, 2016 six and
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    one hundred ninety-five thousandths percent (6.195%), and
    for the period from July 1, 2016 through June 30, 2017 five
12
    and nine hundred forty-five thousandths percent (5.945%),
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    of the contract employee's salary shall be paid by the
    livestock board unless specified otherwise by legislative
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16
    act;⋅
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              (v) For employees of employers specified in W.S.
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    9-3-402(a) (vi) (B), (C), (D), (S), (U) and (W) at least one
20
    percent (1%), except that for the period from September 1,
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    2018 through June 30, 2019 at least one-quarter percent
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    (.25%), for the period from July 1, 2019 through June 30,
23
    2020 at least one-half percent (.5%), and for the period
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July 1, 2020 through June 30, 2021 at least three-quarters 1 2 percent (.75%), of the employee's contribution shall be 3 paid through a reduction in cash salary of the employee 4 unless specified otherwise by legislative act. 5 9-3-413. Employer's contributions; payable monthly; 6 7 transfer to account; interest imposed upon delinquent 8 contributions; recovery. 9 10 Except as provided by W.S. 9-2-1022(a)(xi)(F)(III) or (IV), 9-3-431 and 9-3-432, each employer including 11 12 excluding employers of firefighter members, shall on a monthly basis, pay into the account a contribution equal to 13 14 seven and twelve hundredths percent (7.12%) until June 30, 2014, of the salary paid to each of its members covered 15 16 under this article. For the period from July 1, 2014 through June 30, 2015, each employer, excluding employers 17 18 of firefighter members, shall on a monthly basis, pay into 19 the account a contribution equal to seven and sixty-two 20 hundredths percent (7.62%) of the salary paid and 21 thereafter eight and thirty-seven hundredths percent

(8.37%) of the salary paid. After June 30, 2014 eight and

sixty-two hundredths percent (8.62%) of the salary paid to

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each of its members covered under this article for the 1 2 period from September 1, 2018 through June 30, 2019, eight 3 and eighty-seven hundredths percent (8.87%) of the salary 4 paid for the period from July 1, 2019 through June 30, 2020, nine and twelve hundredths percent (9.12%) of the 5 6 salary paid for the period from July 1, 2020 through June 30, 2021 and thereafter nine and thirty-seven hundredths 7 8 percent (9.37%) of the salary paid. Employers of 9 firefighter members shall pay into the account 10 contribution equal to seven and twelve hundredths percent 11 (7.12%) of the salary paid. Employer contributions for any month, together with the members' contributions for that 12 13 month, if any, shall be transferred to the board not later than the twelfth day of the following month. 14 15 contributions shall be credited to the account in a manner 16 as directed by the board. Any employer failing to transfer 17 contributions under this section in sufficient time for the board to receive the contributions by the twenty-fifth day 18 19 of the month due shall be assessed interest at the assumed 20 rate of return as determined by the board, compounded 21 annually. Interest imposed under this section shall be payable not later than the twelfth day of the next 22 succeeding month. If the contributions and any interest 23

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1	imposed under this section are not transferred to the board
2	when due, they may be recovered, together with court costs,
3	in an action brought for that purpose in the first judicial
4	district court in Laramie County, Wyoming.
5	
6	Section 2.
7	
8	(a) There is appropriated to the state auditor from
9	the general fund the following amounts:
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11	(i) Twenty thousand dollars (\$20,000.00) for
12	legislative branch employer contributions;
13	
14	(ii) Thirty-six thousand dollars (\$36,000.00)
15	for judicial branch employer contributions;
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17	(iii) One million four hundred seventeen
18	thousand dollars (\$1,417,000.00) for state executive branch
19	employer contributions;
20	
21	(iv) Three hundred ninety thousand dollars
22	(\$390,000.00) for community college employer contributions;

1 (v) Five hundred ninety-two thousand dollars

2 (\$592,000.00) for University of Wyoming employer

3 contributions.

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5 (b) There is appropriated to the state auditor six

6 million two hundred thirty-eight thousand dollars

7 (\$6,238,000.00) from the school foundation program account.

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9 (c) For state agency employers whose retirement

10 contributions are made from nongeneral fund sources there

11 is appropriated from those accounts and funds amounts

12 necessary to provide payment of the increase in employer

13 contribution rates required by W.S. 9-3-413, as amended by

14 this act.

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16 (d) The appropriations under paragraphs (a) (i)

17 through (iii) and subsection (c) of this section shall only

18 be expended to provide payment of the increase in each

19 state agency's employer contribution rates required by

20 9-3-413, as amended by this act for the 2019-2020 fiscal

21 biennium. The appropriation under paragraphs (a) (iv) and

22 (v) of this section shall only be expended for the purpose

23 of providing payment of the increase in the University of

1 Wyoming and community college employer contribution rates

2 required by W.S. 9-3-413, as amended by this act, and to

3 provide like contributions under W.S. 21-19-101 through

4 21-19-106 corresponding to the increased employer

5 contributions under this act for the 2019-2020 fiscal

6 biennium.

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8 (e) The appropriation under subsection (b) of this
9 section shall only be expended for the purpose of providing
10 each school district's increased employer contribution

11 required by W.S. 9-3-413 as amended by this act, for the

12 2019-2020 fiscal biennium. The auditor shall transfer the

13 funds to the state retirement system or to the department

14 of education for distribution to individual school

15 districts as determined by the department of education to

16 be necessary to meet the provisions of this act. Any

17 unexpended school foundation program account appropriation

18 remaining on June 30, 2020 shall revert to the school

19 foundation program account.

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21 (f) No part of these appropriations shall be used to

22 provide the increased employee contribution required by

23 this act.

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2 (g) Notwithstanding any other provision of law, the
3 appropriations under this section shall not be transferred
4 or expended for any purpose other than as specified in this
5 section. Any unexpended, unobligated funds remaining from
6 the appropriations under this section shall revert as
7 provided by law on June 30, 2020.

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9 (h) The auditor shall transfer the funds to the state
10 retirement system or to individual state agencies as
11 determined by the department of administration and
12 information to be necessary to meet the provisions of this
13 act.

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(j) As used in this section "state agency" includes

each state executive, legislative or judicial department,

board, commission or other agency or instrumentality of the

state, and for purposes of subsection (c) of this section

includes the University of Wyoming and each community

college.

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Section 3. This act is effective September 1, 2018.

3 (END)

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