

BILL SUMMARY
2nd Session of the 59th Legislature

Bill No.:	SB 1520
Version:	ENGR
Request Number:	
Author:	Rep. Hays
Date:	4/10/2024
Impact:	TRS:
	Increase UAAL \$53,000,000

Research Analysis

Engrossed SB1520 increases the post-retirement earning limits for members of the Teachers' Retirement System of Oklahoma. The limit for members under the age of 62 is increased from \$15,000 to \$30,000 and the limit for those that are 62 and older is increased from \$30,000 to \$55,000.

Prepared By: Quyen Do

Fiscal Analysis

SB 1520 increases the earnings limitation for retirees of the Teachers' Retirement System of Oklahoma (TRS). Officials from TRS anticipate a minimal impact from current retirees returning to employment, however, anticipate a slight increase in retirement rates due to current active members seeking the opportunity to receive a salary with less limitations while also drawing on their retirement benefits from TRS. Due to this change in future behavior, TRS anticipates the unfunded actuarial accrued liability (UAAL) to increase by Fifty-Three Million Dollars (\$53,000,000) and normal cost to increase by .02%. The measure is not anticipated to impact the funding period, which remains at twelve (12) years.

Prepared By: Alexandra Ladner, House Fiscal Staff

Other Considerations

None.