

Proposed Text Change

Add Proposal to Increase State Contribution Rate to Teacher Retirement System to Article XI

Overview

Add a proposal to Article XI that would increase the appropriation to Strategy A.1.1, TRS-Public Education Retirement, and Strategy A.1.2, TRS-Higher Education Retirement, to reflect an increase in the state contribution rate to the Teacher Retirement System pension fund from 6 percent of payroll to 7 percent of payroll beginning in fiscal year 2007.

Required Action

Amend the page XI-16 of the Teacher Retirement System Proposals in Article XI as follows:

Teacher Retirement System

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or the Years Ending

Method of Financing	<u>August 31, 2006</u>	<u>August 31, 2007</u>
General Revenue Fund	\$21,850,424	\$22,752,145 <u>\$254,622,164</u>
GR-Dedicated-Estimated Other Educational and General Income Account No. 770	\$869,177	\$913,635 <u>\$11,698,183</u>
Other Funds	\$20,894	\$21,939 <u>\$265,307</u>
Total, Method of Financing	\$22,740,495	\$23,687,719 <u>\$266,585,654</u>

Proposals:

A.1.1.Strategy:	\$19,080,017	\$19,843,218
TRS-Public Education Retirement. Eliminate the 90-day delay for eligibility for TRS membership, public education retirement.		
A.1.2. Strategy:	\$3,660,478	\$3,843,501
TRS-Higher Education Retirement. Eliminate the 90-day delay for eligibility for TRS membership, higher education retirement.		
<u>A.1.1.Strategy:</u>	<u>\$ -</u>	<u>\$197,492,310</u>
<u>TRS-Public Education Retirement. Increase the state contribution rate to 7.00 percent beginning in fiscal year 2007.</u>		
<u>A.1.2.Strategy:</u>	<u>\$ -</u>	<u>\$45,406,626</u>
<u>TRS-Higher Education Retirement. Increase the state contribution rate to 7.00 percent beginning in fiscal year 2007.</u>		
Grand Total, Teacher Retirement System	\$22,740,495	\$23,686,719
	<u>\$ -</u>	<u>\$266,585,655</u>