

By: Truitt

H.B. No. 2664

Substitute the following for H.B. No. 2664:

By: Keffer

C.S.H.B. No. 2664

A BILL TO BE ENTITLED

AN ACT

relating to audits of public retirement system actuarial valuations, studies, and reports.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

SECTION 1. Subchapter B, Chapter 802, Government Code, is amended by adding Section 802.1012 to read as follows:

Sec. 802.1012. AUDITS OF ACTUARIAL VALUATIONS, STUDIES, AND REPORTS. (a) Every five years, the actuarial valuations, studies, and reports of a public retirement system prepared in the preceding five years for the retirement system as required by Section 802.101 or other law under this title or under Title 109, Revised Statutes, must be audited by an independent actuary who:

(1) is engaged for the purpose of this audit by the governmental entity that is the employer of the active members of the retirement system; and

(2) has the credentials required for an actuary under Section 802.101(d).

(b) The independent actuary shall discuss the preliminary results of an audit conducted under Subsection (a) with the retirement system audited before issuing a final audit report.

(c) The governmental entity under Subsection (a) shall:

(1) maintain a copy of the final audit report at its main office for public inspection; and

(2) submit a copy of the final audit report to the

1 retirement system and the State Pension Review Board not later than
2 the 30th day after the date the final audit report is accepted by
3 the governmental entity.

4 (d) This section does not apply to the Employees Retirement
5 System of Texas, the Teacher Retirement System of Texas, the Texas
6 County and District Retirement System, the Texas Municipal
7 Retirement System, or the Judicial Retirement System of Texas Plan
8 Two.

9 SECTION 2. The first audit required under Section 802.1012,
10 Government Code, as added by this Act, must:

11 (1) be conducted not later than September 1, 2008; and

12 (2) include an audit of each actuarial valuation,
13 study, and report of the public retirement system that was prepared
14 for that retirement system in the preceding five years.

15 SECTION 3. This Act takes effect September 1, 2007.