

By: Truitt

H.B. No. 3788

A BILL TO BE ENTITLED

AN ACT

1
2 relating to a study of certain actuaries that enter into actuarial
3 service contracts with public retirement systems.

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

5 SECTION 1. STUDY OF ACTUARIES. (a) The House Pension and
6 Investment Committee shall create a subcommittee to study the
7 impact of actuaries on public pension plans and to develop a plan to
8 minimize problems with actuarial studies.

9 (b) The subcommittee shall collaborate with the public
10 pension plan community and may convene a workgroup as necessary
11 that may include:

- 12 (1) actuaries specializing in public pensions;
13 (2) public pension fund administrators;
14 (3) public pension plan trustees;
15 (4) representatives of state retirement systems;
16 (5) other representatives the subcommittee determines
17 are necessary.

18 (c) In developing the plan, the subcommittee shall:

19 (1) identify public pension plans that had funding
20 problems related to poor or inaccurate actuarial analysis;

21 (2) identify methods to minimize or eliminate these
22 problems;

23 (3) identify current oversight agencies or
24 organizations related to actuaries; and

1 (4) make recommendations to the legislature on whether
2 there is a need for legislative oversight of actuaries.

3 (d) Not later than November 8, 2008, the subcommittee shall
4 deliver the plan to the House Pensions and Investment Committee.

5 (e) This act expires January 1, 2010.

6 SECTION 2. EFFECTIVE DATE. This Act takes effect September
7 1, 2007.