

2 SSB 5029 - H AMD 0233 WITHDRAWN 04/16/99

3 By Representative Conway

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5 On page 6, after line 29, insert the following:

6 "NEW SECTION. **Sec. 4.** (1) The public employees' retirement system
7 plan 2 gain-sharing fund is created within the public employees'
8 retirement system plan 2 fund.

9 (2) On September 1, 1999, the public employees' retirement system
10 plan 2 gain-sharing fund created in subsection (1) of this section
11 shall be credited with the 1999 extraordinary investment gain amount.
12 The 1999 extraordinary investment gain amount shall be determined as
13 follows:

14 (a) One-half of the sum of the value of the net assets held in
15 trust for pension benefits in the public employees' retirement system
16 plan 2 fund at the close of the previous state fiscal year;

17 (b) Multiplied by the amount which the compound average of
18 investment returns on those assets over the previous four state fiscal
19 years exceeds ten percent.

20 (3) The joint committee on pension policy shall study options for
21 distributing funds in the public employees' retirement system plan 2
22 gain-sharing account created in subsection (1) of this section and
23 report to the legislature by January 15, 2000.

24 (4) A supplemental rate under RCW 41.45.070 shall not be charged to
25 pay for establishing the public employees' retirement system plan 2
26 gain-sharing account pursuant to subsection (1) of this section.

27 (5) The member and employer contribution rates under RCW 41.40.650
28 shall not be increased as a result of establishing the public
29 employees' retirement system plan 2 gain-sharing fund pursuant to
30 subsection (1) of this section."

31 Correct the title.

EFFECT: Creates a PERS 2 gain-sharing fund; one-half of the 1999 extraordinary investment gains are to be deposited in this fund; and the JCPP is to study options for distributing moneys in the fund.

--- **END** ---