

April 5, 1993

LB 42, 58, 106, 128, 292, 340, 455, 465  
477, 593, 604, 626, 767, 831

have been presented to the Governor. (Re. LB 593, LB 58, LB 128, LB 626, LB 42, LB 340, LB 477, LB 465, LB 767, LB 455, LB 106, and LB 604.) Appropriations reports LB 831 to General File. That's all that I have. (See page 1363 of the Legislative Journal.)

**SPEAKER BAACK:** Thank you, Mr. Clerk. We'll now proceed to LB 292.

**CLERK:** Mr. President, 292 was a bill introduced by Senator Crosby and Senator Fisher. (Read title.) The bill was introduced on January 12, referred to the Retirement Systems Committee for hearing, advanced to General File. I do have committee amendments pending by Retirement Systems.

**SPEAKER BAACK:** Senator Horgan.

**SENATOR HORGAN:** Thank you, Mr. Speaker and members. The committee amendment on LB 292, which is 0879, strikes off sections of LB 292 and, in essence, then becomes the bill. Because this amendment has not yet been adopted, a fiscal note pertaining to this amendment was not written. However, because the amendment, if adopted, becomes the bill, a memorandum from the fiscal analyst, concerning this amendment, is now being circulated out to you by the Pages. You will notice the fiscal note that's in your bill books and the memorandum varies greatly, and that was because there was a question of, in the original drafting of the bill, whether or not there was state liability in 292. And the memorandum clears up the fact that there is a very small fiscal impact for those state employees who are in the retirement system, and changes the fiscal note dramatically. The committee amendments do the following things, first, it adopts the Rule of 90 for those in the School Retirement System. And the Rule of 90 permits the school employee to retire between the ages of 60 and 65 with full benefits, if his or her age plus years of service total 90. As you know, the School Employees Retirement benefit is based on a formula which consists of the numbers of years of service times a formula annuity factor, times the final average compensation. This factor, which is adjusted in 292, is currently at one point six five. And the committee amendment increases the formula annuity factor to point...or to one point eight, as it was originally in 292 and presented to the committee. The committee amendment also permits retired school employees to accept employment in postsecondary schools and state agencies without