



General Assembly

February Session, 2022

Raised Bill No. 405

LCO No. 2031



Referred to Committee on APPROPRIATIONS

Introduced by:
(APP)

AN ACT CONCERNING THE TEACHERS' RETIREMENT BOARD AND VALUATIONS OF THE TEACHERS' RETIREMENT SYSTEM.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

1 Section 1. Section 10-183l of the 2022 supplement to the general
2 statutes is repealed and the following is substituted in lieu thereof
3 (*Effective July 1, 2022*):

4 (a) (1) On and after July 1, 1991, the management of the system shall
5 continue to be vested in the Teachers' Retirement Board. [, whose] The
6 board shall be within the Retirement Division of the Office of the State
7 Comptroller for administrative purposes only. The members shall
8 include the Treasurer, the Comptroller, the Secretary of the Office of
9 Policy and Management and the Commissioner of Education, or their
10 designees, who shall be voting members of the board, ex officio. (2) On
11 or before June 15, 1985, and quadrennially thereafter, the members of
12 the system shall elect from their number, in a manner prescribed by said
13 board, two persons to serve as members of said board for terms of four
14 years beginning July first following such election. Both of such persons
15 shall be active teachers who shall be nominated by the members of the

16 system who are not retired and elected by all the members of the system.
17 On or before July 1, 1991, and quadrennially thereafter, the members of
18 the system shall elect from their number, in a manner prescribed by said
19 board, three persons to serve as members of said board for terms of four
20 years beginning July first following such election. Two of such persons
21 shall be retired teachers who shall be nominated by the retired members
22 of the system and elected by all the members of the system and one shall
23 be an active teacher who shall be nominated by the members of the
24 system who are not retired and elected by all the members of the system.
25 (3) On or before July 1, 2011, and quadrennially thereafter, the members
26 of the system shall elect from their number, in a manner prescribed by
27 said board, one person to serve as a member of said board for a term of
28 four years beginning July first following such election. Such person shall
29 be an active teacher who shall be nominated by the members of the
30 system who are not retired, elected by all the members of the system
31 and a member of an exclusive representative of a teachers' bargaining
32 unit that is not represented by the members of the board elected under
33 subdivision (2) of this subsection. (4) If a vacancy occurs in the positions
34 filled by the members of the system who are not retired, said board shall
35 elect a member of the system who is not retired to fill the unexpired
36 portion of the term. If a vacancy occurs in the positions filled by the
37 retired members of the system, said board shall elect a retired member
38 of the system to fill the unexpired portion of the term. The Governor
39 shall appoint five public members to said board in accordance with the
40 provisions of section 4-9a, one of whom shall be the mayor, first
41 selectman or chief elected official of a municipality. On and after
42 October 31, 2017, the Governor shall fill the next vacant position on the
43 board that is appointed by the Governor with a person who is the
44 mayor, first selectman or chief elected official of a municipality. The
45 members of the board shall serve without compensation, but shall be
46 reimbursed for any expenditures or loss of salary or wages which they
47 incur through service on the board. A majority of the membership of the
48 board shall constitute a quorum for the transaction of any business.

49 (b) In carrying out its duties, the board may employ a chief

50 administrator with a title established by the board, who shall also serve
51 as secretary of the board, an administrative officer and such staff as may
52 be necessary. Their salaries shall be paid by said board with the
53 approval of the Secretary of the Office of Policy and Management. Said
54 board shall employ the services of one or more actuaries, each of which
55 shall be an individual or firm having on its staff a fellow of the Society
56 of Actuaries, to carry out the actuarial duties of this section and sections
57 10-183b, 10-183r, and 10-183z and for such related purposes as the board
58 deems advisable. The cost of such services shall be charged to the funds
59 provided for in section 10-183r. Said board shall arrange for such
60 actuary to prepare an actuarial valuation of the assets and liabilities of
61 the system as of June 30, 1980, and at least [once every two years]
62 annually thereafter. On the basis of reasonable actuarial assumptions
63 approved by the board, such actuary shall determine the actuarially
64 determined employer contribution required to meet the actuarial cost of
65 current service and the unfunded accrued liability. Commencing
66 December 1, 2002, such valuation shall be completed prior to December
67 first [biennially] annually. Said board shall adopt all needed actuarial
68 tables and may adopt regulations and rules not inconsistent with this
69 chapter, including regulations and rules for payment of purchased
70 service credits and repayment of previously withdrawn accumulated
71 contributions. Said board shall [establish] prepare an operational
72 budget necessary for the management of the system and submit the
73 budget to the Office of the State Comptroller. The board may enter into
74 such contractual agreements, in accordance with established
75 procedures, as may be necessary for the discharge of its duties.

| | | |
|---|--------------|---------|
| This act shall take effect as follows and shall amend the following sections: | | |
| Section 1 | July 1, 2022 | 10-183l |

Statement of Purpose:

To place the Teachers' Retirement Board within the Office of the State Comptroller for administrative purposes and to require annual valuations of the Teachers' retirement system.

[Proposed deletions are enclosed in brackets. Proposed additions are indicated by underline, except that when the entire text of a bill or resolution or a section of a bill or resolution is new, it is not underlined.]