Second Regular Session Seventy-second General Assembly STATE OF COLORADO

ENGROSSED

This Version Includes All Amendments Adopted on Second Reading in the House of Introduction HOUSE BILL 20-1394

LLS NO. 20-1280.01 Nicole Myers x4326

HOUSE SPONSORSHIP

McCluskie and Ransom, Esgar

SENATE SPONSORSHIP

Moreno and Rankin, Zenzinger

House Committees Appropriations **Senate Committees**

A BILL FOR AN ACT

101	CONCERNING A MODIFICATION TO THE CONTRIBUTION RATES TO THE
102	PUBLIC EMPLOYEES' RETIREMENT ASSOCIATION FOR THE
103	JUDICIAL DIVISION OF THE ASSOCIATION FOR CERTAIN FISCAL
104	YEARS, AND, IN CONNECTION THEREWITH, REDUCING AN
105	APPROPRIATION.

Bill Summary

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at <u>http://leg.colorado.gov/.</u>)

Joint Budget Committee. The employer and member contribution rates for the public employees' retirement association (PERA) are

HOUSE Amended 2nd Reading June 1, 2020

specified in statute. For the 2020-21 and 2021-22 state fiscal years only, the bill decreases the employer contribution rate for employers in the judicial division of PERA by 5% and increases the member contribution rate for employees in the judicial division of PERA by 5%. The contribution rates will be changed as follows:

- For the 2020-21 state fiscal year, the employer contribution L rate is decreased from 13.91% to 8.91% of salary and the member contribution rate is increased from 9.5% to 14.5% of salary.
- Į. For the 2021-22 state fiscal year, the employer contribution rate is decreased from 13.91% to 8.91% of salary and the member contribution rate is increased from 10% to 15% of salary.

The bill specifies that the change in contributions does not apply to the employer or member contributions for judges employed by the Denver county court. The bill does not impact the employer or member contribution rates for any of the other divisions of PERA. The bill reduces an appropriation.

1 Be it enacted by the General Assembly of the State of Colorado								
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	1	De ll enucleu	<i>ov me</i>	General	Assembly	oj ine	Siule ($\eta \cup 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 $

2 SECTION 1. In Colorado Revised Statutes, 24-51-401, amend

3 (1.7)(a)(III) and (1.7)(a)(IV); and **add** (1.7)(g) as follows:

4 24-51-401. Employer and member contributions. 5 (1.7) (a) (III) Effective July 1, 2020, EXCEPT AS PROVIDED IN SUBSECTION 6 (1.7)(g) OF THIS SECTION AND subject to section 24-51-413, the employer 7 and member contribution rates shall be based upon the rates for the 8 appropriate division as set forth in the following table multiplied by the 9 salary, as defined in section 24-51-101 (42), paid to members and retirees 10 for the payroll period: 11

12

TABLE C

CONTRIBUTION RATES

13	Division	Membership	Employer Rate	Member Rate
14	State	All Members	10.4%	9.5%
15		Except		

1		State Troopers	13.1%	11.5%		
2	School	All Members	10.4%	9.5%		
3	Local					
4	Government All Members 10.0% 8.0%					
5	Judicial All Members 13.91% 9.5%					
6	DPS All Members 10.4% 9.5%					
7	(IV) I	Effective July 1, 2021	, EXCEPT AS PROVIDE	ED IN SUBSECTION		
8	(1.7)(g) OF TH	HIS SECTION AND subj	ect to section 24-51-4	13, the employer		
9	and member	contribution rates s	hall be based upon	the rates for the		
10	appropriate d	livision as set forth in	the following table	multiplied by the		
11	salary, as defi	ined in section 24-51-	101 (42), paid to men	nbers and retirees		
12	for the payroll period:					
13	TABLE D					
14	CONTRIBUTION RATES					
	Division Membership Employer Rate Member Rate					
15	Division	Membership	Employer Rate	Member Rate		
15 16	Division State	Membership All Members	Employer Rate 10.4%	Member Rate		
		-				
16		All Members				
16 17		All Members Except	10.4%	10.0%		
16 17 18	State	All Members Except State Troopers	10.4% 13.1%	10.0% 12.0%		
16 17 18 19	State School Local	All Members Except State Troopers	10.4% 13.1%	10.0% 12.0%		
16 17 18 19 20	State School Local	All Members Except State Troopers All Members	10.4% 13.1% 10.4%	10.0% 12.0% 10.0%		
16 17 18 19 20 21	State School Local Government	All Members Except State Troopers All Members All Members	10.4% 13.1% 10.4% 10.0%	10.0% 12.0% 10.0% 8.0%		
16 17 18 19 20 21 22	State School Local Government Judicial DPS	All Members Except State Troopers All Members All Members All Members	10.4% 13.1% 10.4% 10.0% 13.91% 10.4%	10.0% 12.0% 10.0% 8.0% 10.0% 10.0%		
 16 17 18 19 20 21 22 23 	State School Local Government Judicial DPS (g) (I	All Members Except State Troopers All Members All Members All Members All Members	10.4% 13.1% 10.4% 10.0% 13.91% 10.4% THERWISE PROVIDER	10.0% 12.0% 10.0% 8.0% 10.0% 10.0% D IN SUBSECTION		
 16 17 18 19 20 21 22 23 24 	State School Local Government Judicial DPS (g) (I (1.7)(g)(II) o	All Members Except State Troopers All Members All Members All Members All Members (A) EXCEPT AS O	10.4% 13.1% 10.4% 10.0% 13.91% 10.4% THERWISE PROVIDED JBJECT TO SECTION 24	10.0% 12.0% 10.0% 8.0% 10.0% 10.0% 10.0% 0 IN SUBSECTION -51-413, FOR THE		

1	OF THE ASSOCIATION SHALL BE BASED UPON THE RATES AS SET FORTH IN						
2	THE FOLLOWING TABLE MULTIPLIED BY THE SALARY, AS DEFINED IN						
3	SECTION 24-51-101 (42), PAID TO MEMBERS AND RETIREES FOR THE						
4	PAYROLL PERIOD:						
5		TABLE C.5					
6		CONTRIBUTION RATES					
7	DIVISION	MEMBERSHIP	Employe	ER RATE	MEMBER RATE		
8	JUDICIAL	ALL MEMBERS	8.91%		14.5%		
9	(B)	EXCEPT AS OTHERWI	SE PROVIDED	IN SUBSEC	CTION (1.7)(g)(II)		
10	OF THIS SEC	TION AND SUBJECT T	O SECTION 24	4-51-413,	FOR THE 2021-22		
11	STATE FISC	CAL YEAR, THE AN	MOUNT OF	EMPLOYE	R AND MEMBER		
12	CONTRIBUT	IONS FOR EMPLOYERS	SAND MEMBE	RS IN THE J	UDICIAL DIVISION		
13	OF THE ASSO	OF THE ASSOCIATION SHALL BE BASED UPON THE RATES AS SET FORTH IN					
14	THE FOLLOWING TABLE MULTIPLIED BY THE SALARY, AS DEFINED IN						
15	SECTION 24-51-101 (42), PAID TO MEMBERS AND RETIREES FOR THE						
16	PAYROLL PE	PAYROLL PERIOD:					
17	TABLE D.5						
18	CONTRIBUTION RATES						
19	DIVISION	MEMBERSHIP	EMPLOYE	ER RATE	MEMBER RATE		
20	JUDICIAL	ALL MEMBERS	8.91%		15%		
21	(II) SUBSECTION $(1.7)(g)(I)$ of this section does not apply to						
22	THE EMPLOYER OR MEMBER CONTRIBUTION FOR JUDGES EMPLOYED BY THE						
23	DENVER COUNTY COURT. FOR THE 2020-21 AND 2021-22 STATE FISCAL						
24	YEARS, THE EMPLOYER AND MEMBER CONTRIBUTION RATES FOR JUDGES						
25	EMPLOYED BY THE DENVER COUNTY COURT SHALL BE CALCULATED						
26	pursuant to subsections $(1.7)(a)(III)$ and $(1.7)(a)(IV)$ of this						
27	SECTION, AS	S APPLICABLE, AND S	UBJECT TO SE	CTION 24-	-51-413.		

SECTION 2. Appropriation - adjustments to 2020 long bill. 1 2 (1) To implement this act, appropriations made in the annual general 3 appropriation act for the 2020-21 state fiscal year to the judicial 4 department are adjusted as follows: 5 (a) The general fund appropriation to appellate court programs is 6 decreased by \$265,030; and (b) The general fund appropriation to trial court programs is 7 8 decreased by \$2,431,835. 9 SECTION 3. Safety clause. The general assembly hereby finds, determines, and declares that this act is necessary for the immediate 10 11 preservation of the public peace, health, or safety.