

BILL SUMMARY
1st Session of the 58th Legislature

Bill No.:	SB826
Version:	Proposed Committee Sub. 1
Request Number:	7986
Author:	Rep. O'Donnell/ Sen. Howard
Date:	4/6/2021
Impact:	No Impact

Research Analysis

The proposed committee substitute for SB 826 provides that, upon the effective date of the measure and for each plan year thereafter, retired and disabled members and surviving spouses of members of the Oklahoma Firefighters Pension and Retirement System who are receiving monthly benefits from the system will receive a direct payment of the interest earned annually on the accumulated Plan B balance of the member, as determined as of June 30 of the relevant plan year. If a member fails to choose either a direct lump sum payment or direct rollover of the interest earned, there will either be an automatic rollover to an individual retirement plan for any member before the member attains the later of age 62 or their normal retirement date, or a direct lump sum distribution to the member for any other member before they attain the required minimum distribution age.

The amount of the annual interest distribution shall be reduced by the amount of voluntary withdrawals from the member's Plan B balance during the plan year. No individual shall receive both a mandatory distribution of interest and an IRS-required minimum distribution in the same calendar year, and in a calendar year in which the System would otherwise distribute both, only the IRS-required minimum distribution shall be made.

Prepared By: Emily McPherson

Fiscal Analysis

Officials from the Oklahoma Firefighters Pension and Retirement System (OFPRS) anticipate no fiscal or actuarial impact as a result of the provisions of SB 826 in its current form.

Prepared By: John McPhetridge

Other Considerations

None.