



House of Representatives *State of Utah*

UTAH STATE CAPITOL COMPLEX • 350 STATE CAPITOL
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March 5, 2014

Madam Speaker:

The Retirement and Independent Entities Committee reports a favorable recommendation on **H.B. 426**, RETIREMENT PARTICIPATION MODIFICATIONS, by Representative D. Ipson, with the following amendments and recommends it be placed on the Consent Calendar.

1. *Page 1, Lines 14 through 16:*

14 ▶ allows a withdrawing entity to make an election of continued participation or
15 withdrawal in a Utah retirement system or plan for future employees beginning on a
16 date, no later than January 1, {~~2015~~} 2017, determined by the withdrawing
entity;

2. *Page 2, Lines 41 through 47:*

41 (1) As used in this section, "withdrawing entity" means an entity that:
42 (a) participates in a system or plan under this title prior to July 1, 2014;
43 (b) provides mental health and substance abuse services for a county under Section
44 17-50-318; {and}
45 (c) after beginning participation with a system or plan under this title, has modified
its
46 federal tax status to a nonprofit organization that qualifies under Section 501(c)(3) of the
47 Internal Revenue Code { } ; and
(d) is not a state institution of higher education as described in Section
53B-2-101.

3. *Page 2, Lines 50 through 53:*

50 (a) the withdrawing entity shall determine a date that is no later than January 1,
{2015} 2017 .
51 on which the withdrawing entity shall make an election under Subsection (3); and
52 (b) the withdrawing entity shall pay to the office any reasonable actuarial and
administrative costs

Bill Number



HB0426

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53 determined by the office to have arisen out of an election made under this section.

4. *Page 4, Lines 93 through 95:*

93 (g) an employee who is employed with a withdrawing entity that has elected, prior to
94 January 1, {~~2015~~} 2017, to exclude new employees from participation in this
system under Subsection
95 49-11-623(3).

5. *Page 6, Lines 166 through 168:*

166 (g) an employee who is employed with a withdrawing entity that has elected, prior to
167 January 1, {~~2015~~} 2017, to exclude new employees from participation in this
system under Subsection
168 49-11-623(3).

6. *Page 8, Lines 233 through 235:*

233 (e) an employee who is employed with a withdrawing entity that has elected, prior to
234 January 1, {~~2015~~} 2017, to exclude new employees from participation in this
system under Subsection
235 49-11-623(3).

Respectfully,

Kraig Powell
Committee Chair

Voting: 8-0-1

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