

1.1 moves to amend S.F. No. 504; H.F. No. 825, as follows:

1.2 Page 18, line 23, after "requirements" insert "as directed under this section,"

1.3 Page 18, line 26, after "assumptions." insert "The funding requirements must
1.4 be certified to the entity or entities associated with the fire department whose active
1.5 firefighters are covered by the retirement plan."

1.6 Page 18, delete lines 27 to 34

1.7 Page 19, delete lines 1 to 14 and insert:

1.8 "(b) The overall funding balance of each account for the current calendar year must
1.9 be determined in the following manner:

1.10 (1) The total accrued liability for all active and deferred members of the account as
1.11 of December 31 of the current year must be calculated.

1.12 (2) The total present assets of the account projected to December 31 of the current
1.13 year, including receipts by and disbursements from the account anticipated to occur on or
1.14 before December 31, must be calculated. To the extent possible, the market value of assets
1.15 must be utilized in making this calculation.

1.16 (3) The amount of the total present assets calculated under clause (2) must be
1.17 subtracted from the amount of the total accrued liability calculated under clause (1). If the
1.18 amount of total present assets exceeds the amount of the total accrued liability, then the
1.19 account is considered to have a surplus over full funding. If the amount of the total present
1.20 assets is less than the amount of the total accrued liability, then the account is considered
1.21 to have a deficit from full funding. If the amount of total present assets is equal to the
1.22 amount of the total accrued liability, then the special fund is considered to be fully funded.

1.23 (c) The financial requirements of each account for the following calendar year must
1.24 be determined in the following manner:

1.25 (1) The total accrued liability for all active and deferred members of the account
1.26 as of December 31 of the calendar year next following the current calendar year must
1.27 be calculated.

1.28 (2) The increase in the total accrued liability of the account for the following calendar
1.29 year over the total accrued liability of the account for the current year must be calculated.

1.30 (3) The amount of anticipated future administrative expenses of the account must be
1.31 calculated by multiplying the dollar amount of the administrative expenses for the most
1.32 recent prior calendar year by the factor of 1.035.

1.33 (4) If the account is fully funded, the financial requirement of the account for the
1.34 following calendar year is the total of the amounts calculated under clauses (2) and (3).

1.35 (5) If the account has a deficit from full funding, the financial requirement of
1.36 the account for the following calendar year is the financial requirement of the account