

ROBSON FLOOR AMENDMENT
HOUSE OF REPRESENTATIVES AMENDMENTS TO H.B. 2087
(Reference to printed bill)

1 Page 1, between lines 1 and 2, insert:

2 "Section 1. Section 38-803, Arizona Revised Statutes, is amended to
3 read:

4 38-803. Powers and duties of the board

5 A. The board, in the administration, management and operation of the
6 plan and fund, shall:

7 1. Account for the operation, administration and investment expenses
8 and allocate them against investment income.

9 2. Contract on a fee basis with an actuary to make an actuarial
10 valuation of the plan based on the valuation method and valuation assumptions
11 recommended by the actuary and approved by the board. The actuary shall be a
12 member of the American academy of actuaries.

13 3. Contract on a fee basis with an independent auditing firm to make
14 an annual audit of the accounting records of the fund and file a copy of the
15 audit with the auditor general.

16 4. Invest the monies in the fund as provided in article 4 of this
17 chapter.

18 5. Within a period of six months after the close of each fiscal year,
19 submit a detailed report of the operation and the investment performance of
20 the plan to the governor, the legislature and the members of the plan.

21 6. ~~By November 1~~ ON OR BEFORE DECEMBER 31 of each year provide a
22 ~~preliminary report and by December 15 of each year provide a final~~ report to
23 the governor, the speaker of the house of representatives and the president
24 of the senate on the contribution rate for the ensuing fiscal year.

25 B. The board, in the administration, management and operation of the
26 plan and fund, may:

27 1. Employ services as it deems necessary.

1 2. Either keep invested monies separate or commingle invested monies
2 as it deems appropriate.

3 3. Delegate authority as it deems necessary and prudent to the
4 administrator employed pursuant to section 38-848, subsection K, paragraph 6.

5 4. Do all acts, whether expressly authorized, which may be deemed
6 necessary or proper for the protection of the fund."

7 Re-number to conform

8 Page 7, line 36, strike "By November 1" insert "ON OR BEFORE DECEMBER 31"; after
9 "a" strike remainder of line

10 Line 37, strike "by December 15 of each year provide a final"

11 Page 8, after line 22, insert:

12 "Sec. 3. Section 38-883, Arizona Revised Statutes, is amended to read:
13 38-883. Board of trustees; powers and duties

14 A. The board shall:

15 1. Maintain records of the operation and administration of the plan
16 and fund.

17 2. Contract on a fee basis for an independent annual audit of the
18 accounting records of the plan and fund and file a copy of the audit report
19 with the auditor general.

20 3. Employ on a fee basis an independent firm of actuaries to perform
21 annual actuarial valuations for each participating employer of the plan and
22 fund based on an actuarial cost method and actuarial assumptions recommended
23 by the actuary and adopted by the board. The actuarial valuations shall be
24 performed by or under the direct supervision of an actuary who is a member of
25 the American academy of actuaries. ~~By November 1~~ ON OR BEFORE DECEMBER 31 of
26 each year, the board shall provide a ~~preliminary report and by December 15 of~~
27 ~~each year provide a final~~ report to the governor, the speaker of the house of
28 representatives and the president of the senate on the contribution rate for
29 the ensuing fiscal year.

30 4. Invest and reinvest the monies and assets of the fund in accordance
31 with the investment provisions of the public safety personnel retirement
32 system. The board may commingle securities and monies of the fund subject to

1 the crediting of receipts and earnings and charging of payments to the
2 account of the appropriate employer.

3 5. Submit a detailed annual report of the operation and investment
4 performance of the plan and fund to the governor, the legislature and the
5 members of the plan. The board shall submit the annual report no later than
6 six months after the end of the fiscal year to which it pertains.

7 B. The board of trustees may:

8 1. Employ services it deems necessary, including legal services, for
9 the operation and administration of the plan and fund.

10 2. Utilize separate or commingled investment vehicles.

11 3. Delegate authority to the administrator employed pursuant to
12 section 38-848, subsection K, paragraph 6.

13 4. Appear before local boards and the courts and political
14 subdivisions of this state through counsel or appointed representatives to
15 protect the fund. The board of trustees is not responsible for the actions
16 or omissions of the local boards under this plan but may seek review or a
17 rehearing of actions or omissions of local boards. The board of trustees
18 does not have a duty to review actions of the local boards but may do so, in
19 its discretion, in order to protect the fund.

20 5. Perform all acts, whether or not expressly authorized, that it
21 deems necessary and proper for the protection of the plan and fund."

22 Amend title to conform

BOB ROBSON

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