

STATE OF NEW YORK

3614--A

2023-2024 Regular Sessions

IN SENATE

February 1, 2023

Introduced by Sen. GOUNARDES -- read twice and ordered printed, and when printed to be committed to the Committee on Civil Service and Pensions -- committee discharged, bill amended, ordered reprinted as amended and recommitted to said committee

AN ACT to amend the retirement and social security law and the education law, in relation to member contribution per centum increases

The People of the State of New York, represented in Senate and Assembly, do enact as follows:

Section 1. Paragraphs 1, 2, 3, 4 and 5 of subdivision a of section 517 of the retirement and social security law, as added by chapter 18 of the laws of 2012, are amended to read as follows:

1. members with wages of forty-five thousand dollars per annum or less shall contribute three per centum of annual wages. On April one, two thousand twenty-four, members with wages of fifty thousand dollars per annum or less shall contribute three per centum of annual wages, and beginning on April one, two thousand twenty-five, the wages in this subparagraph shall be increased by the annual inflation, as determined from the increase in the consumer price index in the one year period ending on December thirty-first of the year prior. Said percentage shall then be rounded up to the next higher one-tenth of one percent and shall not exceed three percent;

2. members with wages greater than forty-five thousand per annum, but not more than fifty-five thousand per annum shall contribute three and one-half per centum of annual wages. On April one, two thousand twenty-four, members with wages greater than fifty thousand per annum, but not more than sixty thousand per annum shall contribute three and one-half per centum of annual wages, and beginning on April one, two thousand twenty-five, the wages in this subparagraph shall be increased by the annual inflation, as determined from the increase in the consumer price index in the one year period ending on December thirty-first of the year

EXPLANATION--Matter in italics (underscored) is new; matter in brackets [-] is old law to be omitted.

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prior. Said percentage shall then be rounded up to the next higher one-tenth of one percent and shall not exceed three percent;

3. members with wages greater than fifty-five thousand per annum, but not more than seventy-five thousand per annum shall contribute four and one-half per centum of annual wages. On April one, two thousand twenty-four, members with wages greater than sixty thousand per annum, but not more than eighty thousand per annum shall contribute four and one-half per centum of annual wages, and beginning on April one, two thousand twenty-five, the wages in this subparagraph shall be increased by the annual inflation, as determined from the increase in the consumer price index in the one year period ending on December thirty-first of the year prior. Said percentage shall then be rounded up to the next higher one-tenth of one percent and shall not exceed three percent;

4. members with wages greater than seventy-five thousand per annum but not more than one hundred thousand per annum shall contribute five and three-quarters per centum of annual wages. On April one, two thousand twenty-four, members with wages greater than eighty thousand dollars per annum but not more than one hundred five thousand dollars per annum shall contribute five and three-quarters per centum of annual wages, and beginning on April one, two thousand twenty-five, the wages in this subparagraph shall be increased by the annual inflation, as determined from the increase in the consumer price index in the one year period ending on December thirty-first of the year prior. Said percentage shall then be rounded up to the next higher one-tenth of one percent and shall not exceed three percent; and

5. members with wages greater than one hundred thousand per annum shall contribute six per centum of annual wages. On April one, two thousand twenty-four, members with wages greater than one hundred five thousand dollars per annum shall contribute six per centum of annual wages, and beginning on April one, two thousand twenty-five, the wages in this subparagraph shall be increased by the annual inflation, as determined from the increase in the consumer price index in the one year period ending on December thirty-first of the year prior. Said percentage shall then be rounded up to the next higher one-tenth of one percent and shall not exceed three percent.

§ 2. Subparagraphs (i), (ii), (iii), (iv) and (v) of paragraph 1 of subdivision a, subparagraphs (i), (ii), (iii), (iv) and (v) of paragraph 2 of subdivision a, paragraphs 1, 2, 3, 4 and 5 of subdivision f and paragraphs 1, 2, 3, 4 and 5 of subdivision g of section 613 of the retirement and social security law, subparagraphs (i), (ii), (iii), (iv) and (v) of paragraph 1 and subparagraphs (i), (ii), (iii), (iv) and (v) of paragraph 2 of subdivision a as amended by chapter 510 of the laws of 2015 and paragraphs 1, 2, 3, 4 and 5 of subdivision f and paragraphs 1, 2, 3, 4 and 5 of subdivision g as added by chapter 18 of the laws of 2012, are amended to read as follows:

(i) members with wages of forty-five thousand dollars per annum or less shall contribute three per centum of annual wages. On April one, two thousand twenty-four, members with wages of fifty thousand dollars per annum or less shall contribute three per centum of annual wages, and beginning on April one, two thousand twenty-five, the wages in this subparagraph shall be increased by the annual inflation, as determined from the increase in the consumer price index in the one year period ending on December thirty-first of the year prior. Said percentage shall then be rounded up to the next higher one-tenth of one percent and shall not exceed three percent;

(ii) members with wages greater than forty-five thousand per annum, but not more than fifty-five thousand per annum shall contribute three and one-half per centum of annual wages. On April one, two thousand twenty-four, members with wages greater than fifty thousand per annum, but not more than of sixty thousand per annum shall contribute three and one-half per centum of annual wages, and beginning on April one, two thousand twenty-five, the wages in this subparagraph shall be increased by the annual inflation, as determined from the increase in the consumer price index in the one year period ending on December thirty-first of the year prior. Said percentage shall then be rounded up to the next higher one-tenth of one percent and shall not exceed three percent;

(iii) members with wages greater than fifty-five thousand per annum, but not more than seventy-five thousand per annum shall contribute four and one-half per centum of annual wages. On April one, two thousand twenty-four, members with wages greater than sixty thousand per annum, but not more than eighty thousand per annum shall contribute four and one-half per centum of annual wages, and beginning on April one, two thousand twenty-five, the wages in this subparagraph shall be increased by the annual inflation, as determined from the increase in the consumer price index in the one year period ending on December thirty-first of the year prior. Said percentage shall then be rounded up to the next higher one-tenth of one percent and shall not exceed three percent;

(iv) members with wages greater than seventy-five thousand per annum but not more than one hundred thousand per annum shall contribute five and three-quarters per centum of annual wages. On April one, two thousand twenty-four, members with wages greater than eighty thousand dollars per annum but not more than one hundred five thousand dollars per annum shall contribute five and three-quarters per centum of annual wages, and beginning on April one, two thousand twenty-five, the wages in this subparagraph shall be increased by the annual inflation, as determined from the increase in the consumer price index in the one year period ending on December thirty-first of the year prior. Said percentage shall then be rounded up to the next higher one-tenth of one percent and shall not exceed three percent; and

(v) members with wages greater than one hundred thousand per annum shall contribute six per centum of annual wages. On April one, two thousand twenty-four, members with wages greater than one hundred five thousand dollars per annum shall contribute six per centum of annual wages, and beginning on April one, two thousand twenty-five, the wages in this subparagraph shall be increased by the annual inflation, as determined from the increase in the consumer price index in the one year period ending on December thirty-first of the year prior. Said percentage shall then be rounded up to the next higher one-tenth of one percent and shall not exceed three percent.

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(ii) members with wages greater than forty-five thousand per annum, but not more than fifty-five thousand per annum shall contribute three

1 and one-half per centum of annual wages. On April one, two thousand
2 twenty-four, members with wages greater than fifty thousand per annum,
3 but not more than of sixty thousand per annum shall contribute three
4 and one-half per centum of annual wages, and beginning on April one, two
5 thousand twenty-five, the wages in this subparagraph shall be increased
6 by the annual inflation, as determined from the increase in the consumer
7 price index in the one year period ending on December thirty-first of
8 the year prior. Said percentage shall then be rounded up to the next
9 higher one-tenth of one percent and shall not exceed three percent;

10 (iii) members with wages greater than fifty-five thousand per annum,
11 but not more than seventy-five thousand per annum shall contribute four
12 and one-half per centum of annual wages. On April one, two thousand
13 twenty-four, members with wages greater than sixty thousand per annum,
14 but not more than eighty thousand per annum shall contribute four and
15 one-half per centum of annual wages, and beginning on April one, two
16 thousand twenty-five, the wages in this subparagraph shall be increased
17 by the annual inflation, as determined from the increase in the consumer
18 price index in the one year period ending on December thirty-first of
19 the year prior. Said percentage shall then be rounded up to the next
20 higher one-tenth of one percent and shall not exceed three percent;

21 (iv) members with wages greater than seventy-five thousand per annum
22 but not more than one hundred thousand per annum shall contribute five
23 and three-quarters per centum of annual wages. On April one, two thou-
24 sand twenty-four, members with wages greater than eighty thousand
25 dollars per annum but not more than one hundred five thousand dollars
26 per annum shall contribute five and three-quarters per centum of annual
27 wages, and beginning on April one, two thousand twenty-five, the wages
28 in this subparagraph shall be increased by the annual inflation, as
29 determined from the increase in the consumer price index in the one year
30 period ending on December thirty-first of the year prior. Said percent-
31 age shall then be rounded up to the next higher one-tenth of one percent
32 and shall not exceed three percent; and

33 (v) members with wages greater than one hundred thousand per annum
34 shall contribute six per centum of annual wages. On April one, two thou-
35 sand twenty-four, members with wages greater than one hundred five thou-
36 sand dollars per annum shall contribute six per centum of annual wages,
37 and beginning on April one, two thousand twenty-five, the wages in this
38 subparagraph shall be increased by the annual inflation, as determined
39 from the increase in the consumer price index in the one year period
40 ending on December thirty-first of the year prior. Said percentage shall
41 then be rounded up to the next higher one-tenth of one percent and shall
42 not exceed three percent.

43 1. members with wages of forty-five thousand dollars per annum or less
44 shall contribute three per centum of annual wages. On April one, two
45 thousand twenty-four, members with wages of fifty thousand dollars per
46 annum or less shall contribute three per centum of annual wages, and
47 beginning on April one, two thousand twenty-five, the wages in this
48 subparagraph shall be increased by the annual inflation, as determined
49 from the increase in the consumer price index in the one year period
50 ending on December thirty-first of the year prior. Said percentage shall
51 then be rounded up to the next higher one-tenth of one percent and shall
52 not exceed three percent;

53 2. members with wages greater than forty-five thousand per annum, but
54 not more than fifty-five thousand per annum shall contribute three and
55 one-half per centum of annual wages. On April one, two thousand twenty-
56 four, members with wages greater than fifty thousand per annum, but not

1 more than of sixty thousand per annum shall contribute three and one-
2 half per centum of annual wages, and beginning on April one, two thou-
3 sand twenty-five, the wages in this subparagraph shall be increased by
4 the annual inflation, as determined from the increase in the consumer
5 price index in the one year period ending on December thirty-first of
6 the year prior. Said percentage shall then be rounded up to the next
7 higher one-tenth of one percent and shall not exceed three percent;

8 3. members with wages greater than fifty-five thousand per annum, but
9 not more than seventy-five thousand per annum shall contribute four and
10 one-half per centum of annual wages. On April one, two thousand twenty-
11 four, members with wages greater than sixty thousand per annum, but not
12 more than eighty thousand per annum shall contribute four and one-half
13 per centum of annual wages, and beginning on April one, two thousand
14 twenty-five, the wages in this subparagraph shall be increased by the
15 annual inflation, as determined from the increase in the consumer price
16 index in the one year period ending on December thirty-first of the year
17 prior. Said percentage shall then be rounded up to the next higher one-
18 tenth of one percent and shall not exceed three percent;

19 4. members with wages greater than seventy-five thousand per annum but
20 not more than one hundred thousand per annum shall contribute five and
21 three-quarters per centum of annual wages. On April one, two thousand
22 twenty-four, members with wages greater than eighty thousand dollars per
23 annum but not more than one hundred five thousand dollars per annum
24 shall contribute five and three-quarters per centum of annual wages, and
25 beginning on April one, two thousand twenty-five, the wages in this
26 subparagraph shall be increased by the annual inflation, as determined
27 from the increase in the consumer price index in the one year period
28 ending on December thirty-first of the year prior. Said percentage shall
29 then be rounded up to the next higher one-tenth of one percent and shall
30 not exceed three percent; and

31 5. members with wages greater than one hundred thousand per annum
32 shall contribute six per centum of annual wages. On April one, two thou-
33 sand twenty-four, members with wages greater than one hundred five thou-
34 sand dollars per annum shall contribute six per centum of annual wages,
35 and beginning on April one, two thousand twenty-five, the wages in this
36 subparagraph shall be increased by the annual inflation, as determined
37 from the increase in the consumer price index in the one year period
38 ending on December thirty-first of the year prior. Said percentage shall
39 then be rounded up to the next higher one-tenth of one percent and shall
40 not exceed three percent.

41 1. members with wages of forty-five thousand dollars per annum or less
42 shall contribute three per centum of annual wages. On April one, two
43 thousand twenty-four, members with wages of fifty thousand dollars per
44 annum or less shall contribute three per centum of annual wages, and
45 beginning on April one, two thousand twenty-five, the wages in this
46 subparagraph shall be increased by the annual inflation, as determined
47 from the increase in the consumer price index in the one year period
48 ending on December thirty-first of the year prior. Said percentage shall
49 then be rounded up to the next higher one-tenth of one percent and shall
50 not exceed three percent;

51 2. members with wages greater than forty-five thousand per annum, but
52 not more than fifty-five thousand per annum shall contribute three and
53 one-half per centum of annual wages. On April one, two thousand twenty-
54 four, members with wages greater than fifty thousand per annum, but not
55 more than of sixty thousand per annum shall contribute three and one-
56 half per centum of annual wages, and beginning on April one, two thou-

sand twenty-five, the wages in this subparagraph shall be increased by the annual inflation, as determined from the increase in the consumer price index in the one year period ending on December thirty-first of the year prior. Said percentage shall then be rounded up to the next higher one-tenth of one percent and shall not exceed three percent;

3. members with wages greater than fifty-five thousand per annum, but not more than seventy-five thousand per annum shall contribute four and one-half per centum of annual wages. On April one, two thousand twenty-four, members with wages greater than sixty thousand per annum, but not more than eighty thousand per annum shall contribute four and one-half per centum of annual wages, and beginning on April one, two thousand twenty-five, the wages in this subparagraph shall be increased by the annual inflation, as determined from the increase in the consumer price index in the one year period ending on December thirty-first of the year prior. Said percentage shall then be rounded up to the next higher one-tenth of one percent and shall not exceed three percent;

4. members with wages greater than seventy-five thousand per annum but not more than one hundred thousand per annum shall contribute five and three-quarters per centum of annual wages. On April one, two thousand twenty-four, members with wages greater than eighty thousand dollars per annum but not more than one hundred five thousand dollars per annum shall contribute five and three-quarters per centum of annual wages, and beginning on April one, two thousand twenty-five, the wages in this subparagraph shall be increased by the annual inflation, as determined from the increase in the consumer price index in the one year period ending on December thirty-first of the year prior. Said percentage shall then be rounded up to the next higher one-tenth of one percent and shall not exceed three percent; and

5. members with wages greater than one hundred thousand per annum shall contribute six per centum of annual wages. On April one, two thousand twenty-four, members with wages greater than one hundred five thousand dollars per annum shall contribute six per centum of annual wages, and beginning on April one, two thousand twenty-five, the wages in this subparagraph shall be increased by the annual inflation, as determined from the increase in the consumer price index in the one year period ending on December thirty-first of the year prior. Said percentage shall then be rounded up to the next higher one-tenth of one percent and shall not exceed three percent.

§ 3. Subdivisions a, b, c, d and e of section 1204 of the retirement and social security law, as added by chapter 18 of the laws of 2012, are amended to read as follows:

a. members with wages of forty-five thousand dollars per annum or less shall contribute three per centum of annual wages. On April one, two thousand twenty-four, members with wages of fifty thousand dollars per annum or less shall contribute three per centum of annual wages, and beginning on April one, two thousand twenty-five, the wages in this subparagraph shall be increased by the annual inflation, as determined from the increase in the consumer price index in the one year period ending on December thirty-first of the year prior. Said percentage shall then be rounded up to the next higher one-tenth of one percent and shall not exceed three percent;

b. members with wages greater than forty-five thousand per annum, but not more than fifty-five thousand per annum shall contribute three and one-half per centum of annual wages. On April one, two thousand twenty-four, members with wages greater than fifty thousand per annum, but not more than of sixty thousand per annum shall contribute three and one-

half per centum of annual wages, and beginning on April one, two thousand twenty-five, the wages in this subparagraph shall be increased by the annual inflation, as determined from the increase in the consumer price index in the one year period ending on December thirty-first of the year prior. Said percentage shall then be rounded up to the next higher one-tenth of one percent and shall not exceed three percent;

c. members with wages greater than fifty-five thousand per annum, but not more than seventy-five thousand per annum shall contribute four and one-half per centum of annual wages. On April one, two thousand twenty-four, members with wages greater than sixty thousand per annum, but not more than eighty thousand per annum shall contribute four and one-half per centum of annual wages, and beginning on April one, two thousand twenty-five, the wages in this subparagraph shall be increased by the annual inflation, as determined from the increase in the consumer price index in the one year period ending on December thirty-first of the year prior. Said percentage shall then be rounded up to the next higher one-tenth of one percent and shall not exceed three percent;

d. members with wages greater than seventy-five thousand per annum but not more than one hundred thousand per annum shall contribute five and three-quarters per centum of annual wages. On April one, two thousand twenty-four, members with wages greater than eighty thousand dollars per annum but not more than one hundred five thousand dollars per annum shall contribute five and three-quarters per centum of annual wages, and beginning on April one, two thousand twenty-five, the wages in this subparagraph shall be increased by the annual inflation, as determined from the increase in the consumer price index in the one year period ending on December thirty-first of the year prior. Said percentage shall then be rounded up to the next higher one-tenth of one percent and shall not exceed three percent; and

e. members with wages greater than one hundred thousand per annum shall contribute six per centum of annual wages. On April one, two thousand twenty-four, members with wages greater than one hundred five thousand dollars per annum shall contribute six per centum of annual wages, and beginning on April one, two thousand twenty-five, the wages in this subparagraph shall be increased by the annual inflation, as determined from the increase in the consumer price index in the one year period ending on December thirty-first of the year prior. Said percentage shall then be rounded up to the next higher one-tenth of one percent and shall not exceed three percent.

§ 4. Paragraphs (a), (b), (c), (d) and (e) of subdivision 2 of section 182 of the education law, as added by chapter 18 of the laws of 2012, are amended to read as follows:

(a) members with wages of forty-five thousand dollars per annum or less shall contribute three per centum of annual wages. On April one, two thousand twenty-four, members with wages of fifty thousand dollars per annum or less shall contribute three per centum of annual wages, and beginning on April one, two thousand twenty-five, the wages in this subparagraph shall be increased by the annual inflation, as determined from the increase in the consumer price index in the one year period ending on December thirty-first of the year prior. Said percentage shall then be rounded up to the next higher one-tenth of one percent and shall not exceed three percent;

(b) members with wages greater than forty-five thousand per annum, but not more than fifty-five thousand per annum shall contribute three and one-half per centum of annual wages. On April one, two thousand twenty-four, members with wages greater than fifty thousand per annum, but not

1 more than of sixty thousand per annum shall contribute three and one-
2 half per centum of annual wages, and beginning on April one, two thou-
3 sand twenty-five, the wages in this subparagraph shall be increased by
4 the annual inflation, as determined from the increase in the consumer
5 price index in the one year period ending on December thirty-first of
6 the year prior. Said percentage shall then be rounded up to the next
7 higher one-tenth of one percent and shall not exceed three percent;

8 (c) members with wages greater than fifty-five thousand per annum, but
9 not more than seventy-five thousand per annum shall contribute four and
10 one-half per centum of annual wages. On April one, two thousand twenty-
11 four, members with wages greater than sixty thousand per annum, but not
12 more than eighty thousand per annum shall contribute four and one-half
13 per centum of annual wages, and beginning on April one, two thousand
14 twenty-five, the wages in this subparagraph shall be increased by the
15 annual inflation, as determined from the increase in the consumer price
16 index in the one year period ending on December thirty-first of the year
17 prior. Said percentage shall then be rounded up to the next higher one-
18 tenth of one percent and shall not exceed three percent;

19 (d) members with wages greater than seventy-five thousand per annum
20 but not more than one hundred thousand per annum shall contribute five
21 and three-quarters per centum of annual wages. On April one, two thou-
22 sand twenty-four, members with wages greater than eighty thousand
23 dollars per annum but not more than one hundred five thousand dollars
24 per annum shall contribute five and three-quarters per centum of annual
25 wages, and beginning on April one, two thousand twenty-five, the wages
26 in this subparagraph shall be increased by the annual inflation, as
27 determined from the increase in the consumer price index in the one year
28 period ending on December thirty-first of the year prior. Said percent-
29 age shall then be rounded up to the next higher one-tenth of one percent
30 and shall not exceed three percent; and

31 (e) members with wages greater than one hundred thousand per annum
32 shall contribute six per centum of annual wages. On April one, two thou-
33 sand twenty-four, members with wages greater than one hundred five thou-
34 sand dollars per annum shall contribute six per centum of annual wages,
35 and beginning on April one, two thousand twenty-five, the wages in this
36 subparagraph shall be increased by the annual inflation, as determined
37 from the increase in the consumer price index in the one year period
38 ending on December thirty-first of the year prior. Said percentage shall
39 then be rounded up to the next higher one-tenth of one percent and shall
40 not exceed three percent.

41 § 5. Subparagraphs (i), (ii), (iii), (iv) and (v) of paragraph (d) of
42 subdivision 2 of section 392 of the education law, as added by chapter
43 18 of the laws of 2012, are amended to read as follows:

44 (i) members with wages of forty-five thousand dollars per annum or
45 less shall contribute three per centum of annual wages. On July one, two
46 thousand twenty-three, members with wages of fifty thousand dollars per
47 annum or less shall contribute three per centum of annual wages, and
48 beginning on July one, two thousand twenty-four, the wages in this
49 subparagraph shall be increased by the annual inflation, as determined
50 from the increase in the consumer price index in the one year period
51 ending on December thirty-first of the year prior. Said percentage shall
52 then be rounded up to the next higher one-tenth of one percent and shall
53 not exceed three percent;

54 (ii) members with wages greater than forty-five thousand per annum,
55 but not more than fifty-five thousand per annum shall contribute three
56 and one-half per centum of annual wages. On July one, two thousand twen-

1 ty-three, members with wages greater than fifty thousand per annum, but
2 not more than of sixty thousand per annum shall contribute three and
3 one-half per centum of annual wages, and beginning on July one, two
4 thousand twenty-four, the wages in this subparagraph shall be increased
5 by the annual inflation, as determined from the increase in the consumer
6 price index in the one year period ending on December thirty-first of
7 the year prior. Said percentage shall then be rounded up to the next
8 higher one-tenth of one percent and shall not exceed three percent;

9 (iii) members with wages greater than fifty-five thousand per annum,
10 but not more than seventy-five thousand per annum shall contribute four
11 and one-half per centum of annual wages. On July one, two thousand twen-
12 ty-three, members with wages greater than sixty thousand per annum, but
13 not more than eighty thousand per annum shall contribute four and one-
14 half per centum of annual wages, and beginning on July one, two thousand
15 twenty-four, the wages in this subparagraph shall be increased by the
16 annual inflation, as determined from the increase in the consumer price
17 index in the one year period ending on December thirty-first of the year
18 prior. Said percentage shall then be rounded up to the next higher one-
19 tenth of one percent and shall not exceed three percent;

20 (iv) members with wages greater than seventy-five thousand per annum
21 but not more than one hundred thousand per annum shall contribute five
22 and three-quarters per centum of annual wages. On July one, two thousand
23 twenty-three, members with wages greater than eighty thousand dollars
24 per annum but not more than one hundred five thousand dollars per annum
25 shall contribute five and three-quarters per centum of annual wages, and
26 beginning on July one, two thousand twenty-four, the wages in this
27 subparagraph shall be increased by the annual inflation, as determined
28 from the increase in the consumer price index in the one year period
29 ending on December thirty-first of the year prior. Said percentage shall
30 then be rounded up to the next higher one-tenth of one percent and shall
31 not exceed three percent; and

32 (v) members with wages greater than one hundred thousand per annum
33 shall contribute six per centum of annual wages. On July one, two thou-
34 sand twenty-three, members with wages greater than one hundred five
35 thousand dollars per annum shall contribute six per centum of annual
36 wages, and beginning on July one, two thousand twenty-four, the wages
37 in this subparagraph shall be increased by the annual inflation, as
38 determined from the increase in the consumer price index in the one year
39 period ending on December thirty-first of the year prior. Said percent-
40 age shall then be rounded up to the next higher one-tenth of one percent
41 and shall not exceed three percent.

42 § 6. Subparagraphs 1, 2, 3, 4 and 5 of paragraph (d) of subdivision 2
43 of section 6252 of the education law, as added by chapter 18 of the laws
44 of 2012, are amended to read as follows:

45 (1) members with wages of forty-five thousand dollars per annum or
46 less shall contribute three per centum of annual wages. On July one, two
47 thousand twenty-three, members with wages of fifty thousand dollars per
48 annum or less shall contribute three per centum of annual wages, and
49 beginning on July one, two thousand twenty-four, the wages in this
50 subparagraph shall be increased by the annual inflation, as determined
51 from the increase in the consumer price index in the one year period
52 ending on December thirty-first of the year prior. Said percentage shall
53 then be rounded up to the next higher one-tenth of one percent and shall
54 not exceed three percent;

55 (2) members with wages greater than forty-five thousand per annum, but
56 not more than fifty-five thousand per annum shall contribute three and

one-half per centum of annual wages. On July one, two thousand twenty-three, members with wages greater than fifty thousand per annum, but not more than of sixty thousand per annum shall contribute three and one-half per centum of annual wages, and beginning on July one, two thousand twenty-four, the wages in this subparagraph shall be increased by the annual inflation, as determined from the increase in the consumer price index in the one year period ending on December thirty-first of the year prior. Said percentage shall then be rounded up to the next higher one-tenth of one percent and shall not exceed three percent;

(3) members with wages greater than fifty-five thousand per annum, but not more than seventy-five thousand per annum shall contribute four and one-half per centum of annual wages. On July one, two thousand twenty-three, members with wages greater than sixty thousand per annum, but not more than eighty thousand per annum shall contribute four and one-half per centum of annual wages, and beginning on July one, two thousand twenty-four, the wages in this subparagraph shall be increased by the annual inflation, as determined from the increase in the consumer price index in the one year period ending on December thirty-first of the year prior. Said percentage shall then be rounded up to the next higher one-tenth of one percent and shall not exceed three percent;

(4) members with wages greater than seventy-five thousand per annum but not more than one hundred thousand per annum shall contribute five and three-quarters per centum of annual wages. On July one, two thousand twenty-three, members with wages greater than eighty thousand dollars per annum but not more than one hundred five thousand dollars per annum shall contribute five and three-quarters per centum of annual wages, and beginning on July one, two thousand twenty-four, the wages in this subparagraph shall be increased by the annual inflation, as determined from the increase in the consumer price index in the one year period ending on December thirty-first of the year prior. Said percentage shall then be rounded up to the next higher one-tenth of one percent and shall not exceed three percent; and

(5) members with wages greater than one hundred thousand per annum shall contribute six per centum of annual wages. On July one, two thousand twenty-three, members with wages greater than one hundred five thousand dollars per annum shall contribute six per centum of annual wages, and beginning on July one, two thousand twenty-four, the wages in this subparagraph shall be increased by the annual inflation, as determined from the increase in the consumer price index in the one year period ending on December thirty-first of the year prior. Said percentage shall then be rounded up to the next higher one-tenth of one percent and shall not exceed three percent.

§ 7. Notwithstanding any other provision of law to the contrary, none of the provisions of this act shall be subject to section 25 of the retirement and social security law.

§ 8. This act shall take effect immediately.

FISCAL NOTE.--Pursuant to Legislative Law, Section 50:

This bill would increase the wage ranges to which member contribution rates are applied for Tier 6 members effective April 1, 2024 by \$5,000. Beginning on April 1, 2025, the wage ranges would increase each year by the annual inflation rate rounded up to the next tenth of a percent, not to exceed 3%.

The current contribution rates and wage ranges for Tier 6 members are:

3% for wages of \$45,000 or less

3.5% for wages greater than \$45,000 and less than or equal to \$55,000

4.5% for wages greater than \$55,000 and less than or equal to \$75,000

5.75% for wages greater than \$75,000 and less than or equal to \$100,000

6.0% for wages greater than \$100,000

Insofar as this bill affects the New York State and Local Employees' Retirement System (NYSLERS), increased costs would be shared by the State of New York and all participating employers in the NYSLERS. If this bill is enacted during the 2023 legislative session, there will be an increase in the present value of future costs of approximately \$588 million.

In the NYSLERS, this benefit improvement will be funded by increasing the billing rates charged annually. The annual contribution required of all participating employers in NYSLERS is approximately 0.2% of billable salary, or \$26 million to the State of New York and approximately \$38 million to the local participating employers. This permanent annual cost will vary in subsequent billing cycles with changes in the wage ranges and salary of the affected members.

Insofar as this bill affects the New York State and Local Police and Fire Retirement System (NYSLPFRS), increased costs would be shared by the State of New York and all participating employers in the NYSLPFRS. If this bill is enacted during the 2023 legislative session, there will be an increase in the present value of future costs of approximately \$11.2 million.

In the NYSLPFRS, this benefit improvement will be funded by increasing the billing rates charged annually. The annual contribution required of all participating employers in NYSLERS is less than 0.1% of billable salary, or approximately \$225,000 to the State of New York and approximately \$890,000 to the local participating employers. This permanent annual cost will vary in subsequent billing cycles with changes in the wage ranges and salary of the affected members.

Summary of relevant resources:

Membership data as of March 31, 2022 was used in measuring the impact of the proposed change, the same data used in the April 1, 2022 actuarial valuation. Distributions and other statistics can be found in the 2022 Report of the Actuary and the 2022 Annual Comprehensive Financial Report.

The actuarial assumptions and methods used are described in the 2020, 2021, and 2022 Annual Report to the Comptroller on Actuarial Assumptions, and the Codes, Rules and Regulations of the State of New York: Audit and Control.

The Market Assets and GASB Disclosures are found in the March 31, 2022 New York State and Local Retirement System Financial Statements and Supplementary Information.

I am a member of the American Academy of Actuaries and meet the Qualification Standards to render the actuarial opinion contained herein.

This fiscal note does not constitute a legal opinion on the viability of the proposed change nor is it intended to serve as a substitute for the professional judgment of an attorney.

This estimate, dated January 31, 2023, and intended for use only during the 2023 Legislative Session, is Fiscal Note No. 2023-30, prepared by the Actuary for the New York State and Local Retirement System.

1 FISCAL NOTE.--Pursuant to Legislative Law, Section 50:

2 This bill would amend various sections of the Retirement and Social
3 Security Law and the Education Law to increase the salary ranges used in
4 determining the employee contribution percentages for Tier 6 members
5 thereby decreasing future required employee contributions. The current

1 salary ranges would each increase by \$5,000 on April 1, 2024. Beginning
2 on April 1, 2025, salary ranges would then be increased annually by the
3 increase in the consumer price index in the one year period ending on
4 December thirty-first of the year prior, not to exceed 3%.

5 The annual cost to the employers of members of the New York State
6 Teachers' Retirement System for this benefit is estimated to be \$30.0
7 million or 0.16% of payroll if this bill is enacted.

8 The System's "new entrant rate", a hypothetical employer contribution
9 rate that would occur if we started a new Retirement System without any
10 assets, is equal to 5.15% of pay under the current Tier 6 benefit struc-
11 ture. This can be thought of as the long-term expected employer cost of
12 Tier 6, based on current actuarial assumptions. For the proposed change
13 to the Tier 6 benefit structure under this bill, this new entrant rate
14 is estimated to increase to 5.60% of pay, an increase of 0.45% of pay.

15 Member data is from the System's most recent actuarial valuation
16 files, consisting of data provided by the employers to the Retirement
17 System. Data distributions and statistics can be found in the System's
18 Annual Report. System assets are as reported in the System's financial
19 statements and can also be found in the System's Annual Report. Actuar-
20 ial assumptions and methods are provided in the System's Actuarial Valu-
21 ation Report.

22 The source of this estimate is Fiscal Note 2023-12 dated March 9, 2023
23 prepared by the Office of the Actuary of the New York State Teachers'
24 Retirement System and is intended for use only during the 2023 Legisla-
25 tive Session. I, Richard A. Young, am the Chief Actuary for the New York
26 State Teachers' Retirement System. I am a member of the American Academy
27 of Actuaries and I meet the Qualification Standards of the American
28 Academy of Actuaries to render the actuarial opinion contained herein.