

GENERAL ASSEMBLY OF NORTH CAROLINA
SESSION 2007

H

2

HOUSE BILL 1529
Senate Finance Committee Substitute Adopted 7/18/07

Short Title: Actuarial Valuation/Retiree Health Benefits.

(Public)

Sponsors:

Referred to:

April 18, 2007

1 A BILL TO BE ENTITLED
2 AN ACT TO ESTABLISH THE COMMITTEE ON ACTUARIAL VALUATION OF
3 RETIRED EMPLOYEES' HEALTH BENEFITS.

4 The General Assembly of North Carolina enacts:

5 SECTION 1. Article 3 of Chapter 135 of the General Statutes is amended by
6 adding a new section to read:

7 "§ 135-38.1. Committee on Actuarial Valuation of Retired Employees' Health
8 Benefits.

9 (a) There is established the Committee on Actuarial Valuation of Retired
10 Employees' Health Benefits. The Committee shall be responsible for collecting data and
11 reviewing assumptions for the sole purpose of conducting required actuarial valuations
12 of State supported retired employees' health benefits under other post-employment
13 benefit accounting standards set forth by the Governmental Accounting Standards
14 Board of the Financial Accounting Foundation.

15 (b) The Committee on Actuarial Valuation of Retired Employees' Health
16 Benefits shall consist of five members serving ex officio, as follows:

17 (1) The State Budget Officer, who shall serve as the Chair;

18 (2) The State Auditor;

19 (3) The State Controller;

20 (4) The State Treasurer; and

21 (5) The Executive Administrator for the Teachers' and the State
22 Employees' Comprehensive Major Medical Plan.

23 (c) A majority of the members of the Committee then serving shall constitute a
24 quorum.

25 (d) Each member shall be entitled to one vote on the Committee. Three
26 affirmative votes shall be necessary for a decision by the members at any meeting of the
27 Committee.

28 (e) The Committee shall keep in convenient form such data as is necessary for
29 actuarial valuation of retired employees' health benefits under accounting standards set

1 forth by the Governmental Accounting Standards Board of the Financial Accounting
2 Foundation. The Department of State Treasurer, Retirement Systems Division, the
3 Teachers' and State Employees' Comprehensive Major Medical Plan, and any other
4 State agency, department, or university institution, local public school agency, or local
5 community college institution shall provide any necessary data upon request of the
6 Committee for the purpose of conducting its responsibilities.

7 (f) The Committee shall designate either the actuary under contract with the
8 Department of State Treasurer, Retirement Systems Division, or the actuary under
9 contract with the Teachers' and State Employees' Comprehensive Major Medical Plan as
10 the technical adviser to the Committee on matters regarding the actuarial valuation of
11 retired employees' health benefits created by the provisions of this Chapter. The
12 technical advisor shall perform such actuarial valuation and other duties as are required
13 under this Chapter.

14 (g) The Committee shall secure an annual calendar-year actuarial valuation of
15 retired employees' health benefits under accounting standards set forth by the
16 Governmental Accounting Standards Board of the Financial Accounting Foundation.

17 (h) The Committee shall keep a record of all of its proceedings which shall be
18 open to public inspection."

19 **SECTION 2.** This act is effective when it becomes law.