

LEGISLATURE OF NEBRASKA  
ONE HUNDRED FOURTH LEGISLATURE  
SECOND SESSION

**LEGISLATIVE BILL 922**

Introduced by Kolterman, 24.

Read first time January 12, 2016

Committee: Nebraska Retirement Systems

- 1 A BILL FOR AN ACT relating to the Public Employees Retirement Board; to
- 2 amend section 84-1501, Reissue Revised Statutes of Nebraska; to
- 3 change terms of board members as prescribed; to provide for filling
- 4 a vacancy in office; and to repeal the original section.
- 5 Be it enacted by the people of the State of Nebraska,

1 Section 1. Section 84-1501, Reissue Revised Statutes of Nebraska, is  
2 amended to read:

3 84-1501 (1) The Public Employees Retirement Board is hereby  
4 established.

5 (2)(a) The board shall consist of eight appointed members as  
6 described in this subsection and the state investment officer as a  
7 nonvoting, ex officio member. Six of the appointed members shall be  
8 active or retired participants in the retirement systems administered by  
9 the board, and two of the appointed members (i) shall not be employees of  
10 the State of Nebraska or any of its political subdivisions and (ii) shall  
11 have at least ten years of experience in the management of a public or  
12 private organization or have at least five years of experience in the  
13 field of actuarial analysis or the administration of an employee benefit  
14 plan.

15 (b) The six appointed members who are participants in the systems  
16 shall be as follows:

17 (i) Two of the appointed members shall be participants in the School  
18 Employees Retirement System of the State of Nebraska and shall include  
19 one administrator and one teacher;

20 (ii) One of the appointed members shall be a participant in the  
21 Nebraska Judges Retirement System as provided in the Judges Retirement  
22 Act;

23 (iii) One of the appointed members shall be a participant in the  
24 Nebraska State Patrol Retirement System;

25 (iv) One of the appointed members shall be a participant in the  
26 Retirement System for Nebraska Counties; and

27 (v) One of the appointed members shall be a participant in the State  
28 Employees Retirement System of the State of Nebraska.

29 (c) Appointments to the board shall be made by the Governor and  
30 shall be subject to the approval of the Legislature. All appointed  
31 members shall be citizens of the State of Nebraska.

1        (3)(a) Except as otherwise provided in this subsection, all  
2 members shall serve for terms of five years or until a successor has been  
3 appointed and qualified. The terms shall begin on January 1 of the  
4 appropriate year. The members of the board shall be reimbursed for their  
5 actual and necessary expenses as provided in sections 81-1174 to 81-1177.  
6 The appointed members of the board may be removed by the Governor for  
7 cause after notice and an opportunity to be heard.

8        (b) To ensure an experienced and knowledgeable board, the terms of  
9 the appointed members shall be staggered as follows:

10        (i) One of the two members described in subdivisions (2)(a)(i) and  
11 (ii) of this section shall be appointed to serve for a five-year term  
12 which begins in 2017;

13        (ii) One of the two members described in subdivisions (2)(a)(i) and  
14 (ii) of this section shall be appointed to serve for a five-year term  
15 which begins in 2018;

16        (iii) The participant in the School Employees Retirement System of  
17 the State of Nebraska who is a teacher shall be appointed for a five-year  
18 term which begins in 2019;

19        (iv) The participant in the School Employees Retirement System of  
20 the State of Nebraska who is an administrator and the participant in the  
21 State Employees Retirement System of the State of Nebraska shall be  
22 appointed for a five-year term which begins in 2020;

23        (v) The participant in the Retirement System for Nebraska Counties  
24 and the participant in the Nebraska Judges Retirement System shall be  
25 appointed to serve for a five-year term which begins in 2021; and

26        (vi) The participant in the Nebraska State Patrol Retirement System  
27 shall be appointed to serve for a three-year term which begins in 2020,  
28 and his or her successor shall be appointed to serve for a five-year term  
29 which begins in 2023.

30        (4) In the event of a vacancy in office, the Governor shall appoint  
31 a person to serve the unexpired portion of the term subject to the

1 approval of the Legislature.

2 (5) The appointed members of the board may be removed by the  
3 Governor for cause after notice and an opportunity to be heard.

4 (6) The members of the board shall be reimbursed for their actual  
5 and necessary expenses as provided in sections 81-1174 to 81-1177.

6 Sec. 2. Original section 84-1501, Reissue Revised Statutes of  
7 Nebraska, is repealed.