

# **One Hundred Seventh Legislature - First Session - 2021**

## **Introducer's Statement of Intent**

### **LB582**

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**Chairperson: Mark Kolterman**

**Committee: Nebraska Retirement Systems**

**Date of Hearing: February 23, 2021**

The following constitutes the reasons for this bill and the purposes which are sought to be accomplished thereby:

LB 582 is one of five bills introduced as part of a package of bills to address a transfer of management of the Class V School Employees Retirement System to the Public Employees Retirement Board. LB 582 once again vests the responsibility for administration of the Class V School Employees Retirement System in the Class V board of education as the administrative responsibility and oversight existed prior to the passage of LB 447 in 2016.

It terminates the current board of trustees membership and requires the school district to appoint board of trustee members which include: the superintendent, one active retirement system member, one annuitant, two business persons qualified in financial affairs who are not members of the retirement system and an undesignated number of school board members. Each member is entitled to one vote. In addition to carrying out its duties and responsibilities under the Act, the board of trustees will also be required to facilitate the transition and transfer of the management of the Class V retirement system to the Public Employees Retirement Board effective September 1, 2024.

LB 582 restores inclusion and participation of the board of education members on the board of trustees and again requires the entire board of education approval of board of trustees decisions. The purpose is to provide a clearer and more direct transfer of management from the Class V retirement system to the Public Employees Retirement Board.

**Principal Introducer:** \_\_\_\_\_

**Senator Mark Kolterman, Chairperson  
Nebraska Retirement Systems Committee**