

HB 494 -- MISSOURI LOCAL GOVERNMENT EMPLOYEES' RETIREMENT SYSTEM

SPONSOR: Leara

This bill allows a political subdivision who is an employer having a retirement plan for its employees that is similar to the Missouri Local Government Employees' Retirement System (LAGERS) to enter into an agreement with the board of the system to assume all duties and responsibilities of operating the political subdivision's prior plan if the political subdivision is a current employer in LAGERS or will become a member employer in LAGERS and the subdivision has made an election to cover any new employees.

After making the necessary changes to the statute, city ordinance, city charter, or governing documents of the employer's prior plan and upon receiving a concurring resolution from the board of trustees of the prior plan after a simple majority vote of the active employees of the prior plan, the employer may enter into an agreement.

The employer's prior plan must be administered as a frozen prior plan by LAGERS and must continue to operate under its existing governing documents in all other respects. The employer must continue to have sole responsibility for the full funding of its prior plan including all related expenses. If any employer fails to make any payment due under the prior plan, it will be delinquent and the amount of the delinquency will constitute a first lien on the funds of the political subdivision, and the State Treasurer and Director of the Department of Revenue must withhold all moneys due the political subdivision from the state until the amount plus interest is paid.