

1  
2  
3  
4  
5  
6  
7  
8  
9  
10  
11  
12  
13  
14  
15  
16  
17  
18  
19  
20  
21  
22  
23  
24  
25

HOUSE BILL 11

**49TH LEGISLATURE - STATE OF NEW MEXICO - FIRST SPECIAL SESSION, 2009**

INTRODUCED BY

Rick Miera

AN ACT

TEMPORARILY ADJUSTING CONTRIBUTIONS TO THE EDUCATIONAL  
RETIREMENT FUND AND THE RETIREE HEALTH CARE FUND.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF NEW MEXICO:

Section 1. Section 7-1-6.56 NMSA 1978 (being Laws 2007,  
Chapter 168, Section 1, as amended by Laws 2009, Chapter 287,  
Section 1 and by Laws 2009, Chapter 288, Section 1) is amended  
to read:

"7-1-6.56. DISTRIBUTION--RETIREE HEALTH CARE FUND.--In  
addition to the distribution made pursuant to Section 7-1-6.30  
NMSA 1978, a distribution pursuant to Section 7-1-6.1 NMSA 1978  
shall be made to the retiree health care fund in the amount of  
two hundred fifty thousand dollars (\$250,000); provided,  
however, that this distribution shall not be made for the  
period beginning January 1, 2010 and ending June 30, 2011."

underscoring material = new  
[bracketed material] = delete

1 Section 2. Section 22-11-21 NMSA 1978 (being Laws 1967,  
2 Chapter 16, Section 144, as amended) is amended to read:

3 "22-11-21. CONTRIBUTIONS--MEMBERS--LOCAL ADMINISTRATIVE  
4 UNITS.--

5 A. Except as provided in Subsection C of this  
6 section, each member shall make contributions to the fund  
7 according to the following schedule:

8 (1) through June 30, 2005, an amount equal to  
9 seven and six-tenths percent of the member's annual salary;

10 (2) from July 1, 2005 through June 30, 2006,  
11 an amount equal to seven and six hundred seventy-five  
12 thousandths percent of the member's annual salary;

13 (3) from July 1, 2006 through June 30, 2007,  
14 an amount equal to seven and seventy-five hundredths percent of  
15 the member's annual salary;

16 (4) from July 1, 2007 through June 30, 2008,  
17 an amount equal to seven and eight hundred twenty-five  
18 thousandths percent of the member's annual salary; and

19 (5) on and after July 1, 2008, an amount equal  
20 to seven and nine-tenths percent of the member's annual salary,  
21 except that, from July 1, 2009 through June 30, 2011, for  
22 members whose annual salary is greater than twenty thousand  
23 dollars (\$20,000), the member contribution rate shall be nine  
24 and four-tenths percent of the member's annual salary.

25 B. Except as provided in Subsection C of this

.179719.1

underscored material = new  
[bracketed material] = delete

1 section, each local administrative unit shall make an annual  
2 contribution to the fund according to the following schedule:

3 (1) through June 30, 2005, a sum equal to  
4 eight and sixty-five hundredths percent of the annual salary of  
5 each member employed by the local administrative unit;

6 (2) from July 1, 2005 through June 30, 2006, a  
7 sum equal to nine and forty-hundredths percent of the annual  
8 salary of each member employed by the local administrative  
9 unit;

10 (3) from July 1, 2006 through June 30, 2007, a  
11 sum equal to ten and fifteen-hundredths percent of the annual  
12 salary of each member employed by the local administrative  
13 unit;

14 (4) from July 1, 2007 through June 30, 2008, a  
15 sum equal to ten and ninety-hundredths percent of the annual  
16 salary of each member employed by the local administrative  
17 unit;

18 (5) from July 1, 2008 through June 30, 2009, a  
19 sum equal to eleven and sixty-five hundredths percent of the  
20 annual salary of each member employed by the local  
21 administrative unit;

22 (6) from July 1, 2009 through [~~June 30, 2010~~]  
23 December 31, 2009, a sum equal to ten and nine-tenths percent  
24 of the annual salary of each member employed by the local  
25 administrative unit, except that, for members whose annual

.179719.1

underscored material = new  
[bracketed material] = delete

1 salary is twenty thousand dollars (\$20,000) or less, the local  
2 administrative unit shall contribute twelve and four-tenths  
3 percent of the member's annual salary;

4 (7) from ~~[July 1, 2010]~~ January 1, 2010  
5 through June 30, 2011, a sum equal to ~~[eleven and sixty-five~~  
6 ~~hundredths]~~ ten and fifteen-hundredths percent of the annual  
7 salary of each member employed by the local administrative  
8 unit, except that, for members whose annual salary is twenty  
9 thousand dollars (\$20,000) or less, the local administrative  
10 unit shall contribute ~~[thirteen and fifteen-hundredths]~~ eleven  
11 and sixty-five hundredths percent of the member's annual  
12 salary; ~~[and]~~

13 (8) from July 1, 2011 through June 30, 2012, a  
14 sum equal to twelve and four-tenths percent of the annual  
15 salary of each member employed by the local administrative  
16 unit;

17 (9) from July 1, 2012 through June 30, 2013, a  
18 sum equal to thirteen and fifteen-hundredths percent of the  
19 annual salary of each member employed by the local  
20 administrative unit; and

21 ~~[(8)]~~ (10) on and after July 1, ~~[2011]~~ 2013, a  
22 sum equal to thirteen and nine-tenths percent of the annual  
23 salary of each member employed by the local administrative  
24 unit.

25 C. If, in a calendar year, the salary of a member,

.179719.1

underscoring material = new  
[bracketed material] = delete

1 initially employed by a local administrative unit on or after  
2 July 1, 1996 equals the annual compensation limit set pursuant  
3 to Section 401(a)(17) of the Internal Revenue Code of 1986, as  
4 amended, then:

5 (1) for the remainder of that calendar year,  
6 no additional member contributions or local administrative unit  
7 contributions for that member shall be made pursuant to this  
8 section; provided that no member shall be denied service credit  
9 solely because contributions are not made by the member or on  
10 behalf of the member pursuant to the provisions of this  
11 subsection; and

12 (2) the amount of the annual compensation  
13 limit shall be divided into four equal portions, and, for  
14 purposes of attributing contributory employment and crediting  
15 service credit, each portion shall be attributable to one of  
16 the four quarters of the calendar year."

17 Section 3. EFFECTIVE DATE.--The effective date of the  
18 provisions of this act is January 1, 2010.