

Chapter 564

AN ACT to amend 42.46 (3) (a) and (b) of the statutes, as created by chapter 250, laws of 1965, relating to computation of state contribution rates to the state teachers retirement system.

*The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:*

42.46 (3) (a) and (b) of the statutes, as created by chapter 250, laws of 1965, are amended to read:

42.46 (3) (a) The accrued liability shall be determined as of June 30, 1966, as the then present value of all future benefits to or for the then members of the formula group of *each retirement association* to be paid or purchased from the state accumulation fund, less the present value of a percentage of the prospective future compensation of such members, and less the amount then credited to the state accumulation fund *for the benefit of the members of the respective associations*. The percentage referred to in the preceding sentence shall be determined as the uniform percentage of the compensation of all such members of *each retirement association* which if contributed throughout the entire period of the employment of each as a teacher in Wisconsin teaching would be sufficient to provide for all benefits to be paid or purchased on their behalf from the state accumulation fund. The accrued liability contribution shall be the uniform annual amount required to liquidate the accrued liability within 40 years from July 1, 1966.

(b) The normal contribution rate for any fiscal year commencing after June 30, 1965, shall be the uniform percentage of the compensation of all members of the formula group of *each retirement association* determined as of the first day of such fiscal year by deducting from the then present value of all future benefits to be paid or purchased from the state accumulation fund on behalf of the then members of the formula group of *each retirement association*, the amount then credited to said fund *for the benefit of the members of the respective associations* and the present value of future accrued liability contributions of *the members of the respective association*, and dividing the remainder by the present value of the prospective future compensation of all such members.

Approved June 17, 1966.

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