



General Assembly

January Session, 2019

Raised Bill No. 7118

LCO No. 4037



Referred to Committee on HIGHER EDUCATION AND
EMPLOYMENT ADVANCEMENT

Introduced by:
(HED)

***AN ACT FUNDING THE UNFUNDED PENSION LIABILITY PORTION
OF THE FRINGE BENEFIT COST FOR CERTAIN EMPLOYEES OF THE
CONSTITUENT UNITS OF THE STATE SYSTEM OF HIGHER
EDUCATION.***

Be it enacted by the Senate and House of Representatives in General
Assembly convened:

1 Section 1. (NEW) (*Effective July 1, 2019*) For the fiscal year ending
2 June 30, 2020, and for each fiscal year thereafter, the Comptroller shall
3 fund, from resources appropriated for the State Comptroller-Fringe
4 Benefits, the unfunded pension liability portion of the fringe benefit
5 costs of the constituent units of the state system of higher education for
6 employees compensated through resources other than the General
7 Fund. Nothing in this section shall change the funding by the
8 Comptroller of the fringe benefit costs of the constituent units of the
9 state system of higher education for employees compensated through
10 the General Fund from resources appropriated for the State
11 Comptroller-Fringe Benefits.

This act shall take effect as follows and shall amend the following sections:		
Section 1	<i>July 1, 2019</i>	New section

Statement of Purpose:

To prohibit the passing of unfunded pension liabilities to students and recipients of research grants through the fringe benefit rates of non-General Fund employees at public institutions of higher education.

[Proposed deletions are enclosed in brackets. Proposed additions are indicated by underline, except that when the entire text of a bill or resolution or a section of a bill or resolution is new, it is not underlined.]