



Oregon

Theodore R. Kulongoski, Governor

June 25, 2003

MEETING DATE	6-30-03
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AGENDA ITEM	A.1.
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Public Employees Retirement System

Headquarters:
11410 S.W. 68th Parkway, Tigard, OR
Mailing Address:
P.O. Box 23700
Tigard, OR 97281-3700
(503) 598-7377
TTY (503) 603-7766
www.pers.state.or.us

MEMORANDUM

To: Members of the PERS Board

From: Dale S. Orr, Administrator
Fiscal Services Division

Re: 2001 Employer Rates

Executive Summary

PERS' actuary, Mark Johnson of Milliman USA, will present the 2001 Valuation employer rates to the PERS Board for approval on June 30, 2003. The recommended rates, if approved, will be effective July 1, 2003. The individual employer rates are not available as of this date, but if they are received prior to the June 30 meeting, we will try to forward them to the Board.

At the Board meeting on June 10th, there was discussion about repealing the Board's February 11, 2003 employer rate decision. With the adoption of the revised rates on June 30, that action will no longer be necessary. Because most employers have had to run their July 1, 2003 payrolls prior to July 1 without knowing their revised rates, PERS staff has been asking employers to continue using the current rate rather than the rates approved by the Board on February 11. Discrepancies between the old rate based contributions and what the contributions should have been under the revised rates will be reconciled during the PERS annuals process at year end.

Once the rates are approved, staff will disseminate the rate information to the employers as soon as possible via email, mail and through the use of our web page.

If you have any questions, please call me at 503-603-7704.

cc: Jim Voytko, Executive Director

Mark Johnson, Milliman USA