

## **97B.11 Contributions by employer and employee.**

1. Each employer shall deduct from the wages of each member of the retirement system a contribution in the amount of the applicable employee percentage of the covered wages paid by the employer, until the member's termination from employment. The contributions of the employer shall be in the amount of the applicable employer percentage of the covered wages of the member.

2. For purposes of this section, unless the context otherwise requires:

*a. "Applicable employee percentage"* means the percentage rate equal to three and seven-tenths percent plus forty percent of the total additional percentage.

*b. "Applicable employer percentage"* means the percentage rate equal to five and seventy-five hundredths percent plus sixty percent of the total additional percentage.

*c. "Total additional percentage"* means as follows:

(1) For the fiscal period beginning July 1, 2007, through June 30, 2011, the total additional percentage for a fiscal year shall be the total additional percentage for the prior fiscal year plus, only if the total comparison percentage is greater than the total of the applicable employee percentage and the applicable employer percentage for the prior fiscal year, one-half percentage point.

(2) For each fiscal year beginning on or after July 1, 2011, the total additional percentage shall be the total additional percentage for the prior fiscal year.

*d. "Total comparison percentage"* means the percentage rate that the system determines, based upon the most recent actuarial valuation of the retirement system, would be sufficient to amortize the unfunded actuarial liability of the retirement system in ten years.

[C46, 50, § 97.8, 97.12; C54, 58, 62, 66, 71, 73, 75, 77, 79, 81, § 97B.11]

88 Acts, ch 1242, § 16; 92 Acts, ch 1201, § 14; 96 Acts, ch 1187, §4; 98 Acts, ch 1183, §12; 2000 Acts, ch 1077, §24; 2003 Acts, ch 145, §286; 2006 Acts, ch 1091, §4