



STATE OF OKLAHOMA
TEACHERS' RETIREMENT SYSTEM OF OKLAHOMA

March 23,2006

TO: Superintendent of schools and/or Financial Officers

FROM: Tommy C. Beavers, Executive Secretary

SUBJECT: TRS Matching Funds For The School Year 2006-2007

Legislation enacted in 1999 requires the Board of Trustees of the Teachers' Retirement System to set a matching contribution rate local employers must make for employees whose salaries are paid by federal funds or externally sponsored agreements such as grants, contracts and cooperative agreements.

The BOARD HAS SET THE CONTRIBUTION RATE AT 7.0 % FOR THE 200-07 SCHOOL YEAR. We realize this is a substantial increase from the 5.0 % rate for the current year. However this is predicated on increases in State contribution over the past two years.

The matching contribution rate is based on the State's contribution for employees whose salaries are paid by the state funds.

THE 7.0 % MATCHING CONTRIBUTION IS IN ADDITION TO THE LOCAL EMPLOYER CONTRIBUTION WHICH IS 7.05 %. The 7.05 % local employer contribution applies to all TRS members, including those paid with non-state funds.

THERE IS NO CHANGE IN THE EMPLOYEE CONTRIBUTION RATE, WHICH WILL REMAIN AT 7% OF REGULAR ANNUAL COMPENSATION.

If you have questions about this or other retirement matters, please contact the Retirement Office. Our toll-free telephone number is 1-877-738-6365.