

ACT No. 402

Regular Session, 2014

HOUSE BILL NO. 24

BY REPRESENTATIVE PEARSON

1
2
3
4
5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20

AN ACT

To amend and reenact R.S. 11:103(B)(3)(e)(ii) and (iv) and (E) and to repeal R.S. 11:103(B)(3)(e)(i)(bb), relative to amortization schedules of the Municipal Police Employees' Retirement System; to provide relative to the duration of such schedules; to provide for the combination and reamortization of existing schedules as of a certain date; to provide relative to the calculation of employer contribution rates for the system; to repeal outdated provisions; and to provide for related matters.

Notice of intention to introduce this Act has been published as provided by Article X, Section 29(C) of the Constitution of Louisiana.

Be it enacted by the Legislature of Louisiana:

Section 1. R.S. 11:103(B)(3)(e)(ii) and (iv) and (E) are hereby amended and reenacted to read as follows:

§103. Employer contributions; determination; statewide systems

* * *

B.

* * *

(3) The actuarially required employer contribution for each fiscal year shall be that dollar amount equal to the sum of:

* * *

1 (e) That fiscal year's payment, calculated as of the first of that fiscal year and
2 projected to the middle of that fiscal year at the actuarially assumed interest rate,
3 necessary to amortize changes in actuarial liability due to:

4 * * *

5 (ii)(aa) ~~Except as provided in Subitem (bb), changes~~ Changes in actuarial
6 assumptions or the method of valuing of assets, such payments to be computed as
7 level dollar amounts over a period of fifteen years from the year of occurrence of the
8 change.

9 * * *

10 (iv)(aa) ~~Except as provided in Subitem (bb), changes~~ Changes in actuarial
11 accrued liability, computed using the actuarial funding method as specified in R.S.
12 11:22, due to legislation changing plan provisions, such payments to be computed
13 in the manner and over the time period specified in the legislation creating the
14 change or, if not specified in such legislation, as level dollar amounts over a period
15 of fifteen years from the year of occurrence of the change.

16 * * *

17 ~~E.(1) The boards of trustees of the Municipal Police Employees' Retirement
18 System and the Firefighters' Retirement System shall consider increasing the
19 actuarially assumed rates of return for their respective systems. Each board shall
20 meet on or before July 31, 2005, to consider this issue. Each board shall report in
21 writing to the House and Senate Committees on Retirement and to the Public
22 Retirement Systems' Actuarial Committee the results of its consideration and the
23 recommendations of the board, if any.~~

24 ~~(2) If either or both boards make recommendations, the Public Retirement
25 Systems' Actuarial Committee shall meet on or before August 31, 2005, to discuss
26 and take action on such recommendations. For the Municipal Police Employees'
27 Retirement System, for the fiscal year commencing July 1, 2014, all amortization
28 credit and charge bases existing as of June 30, 2014, shall be combined, offset, and
29 reamortized over a twenty-year period with level payments commencing July 1,
30 2014.~~

1 Section 2. R.S. 11:103(B)(3)(e)(i)(bb) is hereby repealed in its entirety.

2 Section 3. This Act shall become effective upon signature by the governor or, if not
3 signed by the governor, upon expiration of the time for bills to become law without signature
4 by the governor, as provided by Article III, Section 18 of the Constitution of Louisiana. If
5 vetoed by the governor and subsequently approved by the legislature, this Act shall become
6 effective on the day following such approval.

SPEAKER OF THE HOUSE OF REPRESENTATIVES

PRESIDENT OF THE SENATE

GOVERNOR OF THE STATE OF LOUISIANA

APPROVED: _____