

Regular Session, 2012

SENATE BILL NO. 9

BY SENATOR GUILLORY

MUNICIPAL EMPLOYEE RET. Provides relative to employee contributions. (7/1/12)

1 AN ACT

2 To amend and reenact R.S. 11:62(7), 1786, and 1806, relative to the Municipal Employees'
3 Retirement System; to provide for ranges for employee contributions; to provide for
4 board authority to set the employee contributions for Plan A and Plan B within the
5 ranges for each fiscal year; to provide for an effective date; and to provide for related
6 matters.

7 Notice of intention to introduce this Act has been published.

8 Be it enacted by the Legislature of Louisiana:

9 Section 1. R.S. 11:62(7), 1786, and 1806 are hereby amended and reenacted to read
10 as follows:

11 §62. Employee contribution rates established

12 Employee contributions to state and statewide public retirement systems shall
13 be paid at the following rates, except as otherwise provided by law:

14 * * *

15 (7) Municipal Employees' Retirement System of Louisiana:

16 (a) Plan A - ~~9.25%~~ **Not less than 8% nor more than 10% as determined**
17 **by the board of trustees.**

1 **(b) Plan B - 5% Not less than 4% nor more than 6% as determined by the**
 2 **board of trustees.**

3 * * *

4 §1786. Employee contributions

5 Each member of Plan A shall contribute an amount equal to ~~9.25% a~~
 6 **percentage** of his monthly earnings from each and every payment of earnings, which
 7 contributions shall be credited to annuity savings fund A, **and which percentage**
 8 **shall be set by the board for each fiscal year within a range from eight percent**
 9 **to ten percent and shall become effective as of the next payroll period**
 10 **reportable on the employee's W-2 for that calendar year.**

11 * * *

12 §1806. Employee contributions

13 Each member of Plan B shall contribute an amount equal to ~~five percent a~~
 14 **percentage** of his monthly earnings from each and every payment of earnings, which
 15 contributions shall be credited to the Annuity Savings Fund B, **and which**
 16 **percentage shall be set by the board for each fiscal year in a range from four**
 17 **percent to six percent and shall become effective as of the next payroll period**
 18 **reportable on the employee's W-2 for that year.**

19 Section 2. This Act shall become effective on July 1, 2012; if vetoed by the governor
 20 and subsequently approved by the legislature, this Act shall become effective on July 1,
 21 2012, or on the day following such approval by the legislature, whichever is later.

The original instrument and the following digest, which constitutes no part
of the legislative instrument, were prepared by Laura Gail Sullivan.

DIGEST

Present law relative to the Municipal Employees' Retirement System provides for employee contributions of 9.25% for Plan A members and 5% for Plan B members.

Proposed law provides a range of employee contributions of 8% to 10% for Plan A and 4% to 6% for Plan B. Provides that each year's employee rate shall be determined by the board of trustees for the system.

Effective July 1, 2012.

(Amends R.S. 11:62(7), 1786, and 1806)