

---

## DIGEST

The digest printed below was prepared by House Legislative Services. It constitutes no part of the legislative instrument. The keyword, one-liner, abstract, and digest do not constitute part of the law or proof or indicia of legislative intent. [R.S. 1:13(B) and 24:177(E)]

---

Ellington

HB No. 404

**Abstract:** For members of the La. State Employees' Retirement System (LASERS), provides for the purchase of service credit for certain federal service.

Proposed law provides for purchase of service credit in LASERS by any active, contributing member for federal service during which the member contributed to a federal employees retirement plan.

Present law (R.S. 11:158) provides that if a purchase of service credit is available under a retirement system's provisions, the purchase price shall be the greater of: (1) The full actuarial cost necessary to offset the liabilities; or (2) the employee and employer contributions, plus interest, that would have been remitted to the system during the time of service. Proposed law provides for purchase of service credit at a price as provided in present law.

Proposed law provides for application to purchase such credit and determination of purchase price. Provides that the purchased credit shall be used for purposes of attaining eligibility for retirement as well as for calculation of benefits.

Effective July 1, 2011.

(Adds R.S. 11:428)

## Summary of Amendments Adopted by House

Committee Amendments Proposed by House Committee on Retirement to the original bill.

1. Deletes optional potential purchase price of LASERS service credit being the employee and employer contributions based on the member's current salary.
2. Provides that no LASERS credit shall be granted if the member has duplicative credit in a federal retirement system.