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

DIGEST

Present constitution (Article X, Section 29(E)(1)) provides that the legislature shall establish by law for each state or statewide retirement system the particular method of actuarial valuation to be employed for purposes of actuarially sound funding.

Present law (R.S. 11:22) establishes the actuarial funding methods to be utilized for the state and statewide retirement systems in determining actuarially required contributions.

Present law provides for the following funding methods:

- (1) Frozen attained age normal
- (2) Aggregate
- (3) Entry age normal
- (4) Projected unit credit

Present law provides that the following systems shall utilize the frozen attained age normal funding method:

- (1) Assessors' Retirement Fund
- (2) Clerks' of Court Retirement and Relief Fund
- (3) Municipal Employees' Retirement System of Louisiana
- (4) Parochial Employees' Retirement System of Louisiana Plan A
- (5) Sheriffs' Pension and Relief Fund

Proposed law retains present law.

Proposed law provides that the method of any system utilizing the frozen attained age normal method shall be converted to the aggregate method in the system's first valuation following the full amortization of the system's frozen unfunded accrued liability.

Effective June 30, 2012.

(Adds R.S. 11:22(D))