## SENATE FLOOR AMENDMENTS

Amendments proposed by Senator B. Gautreaux to Engrossed House Bill No. 63 by Representative Schneider

## 1 <u>AMENDMENT NO. 1</u>

- 2 On page 1, line 3, after "relative to" and before "Deferred" insert the following:
- 3 "retirement; to provide for retirement eligibility and benefit calculation; to provide
- 4 for payment of certain unfunded accrued liabilities; to provide relative to"

## 5 AMENDMENT NO. 2

6 On page 3, between lines 10 and 11, insert the following:

"Section 2. (A)(1)Any active contributing member of the Louisiana State Employees' Retirement System and any person who has creditable service in the system who has been furloughed, terminated, or placed on leave without pay due to the budget reductions required by the effects of hurricanes Katrina and Rita, who is ineligible to retire under the provisions of R.S. 11:441(A)(1)(a), (b), or (c), but who has earned a minimum of ten years of creditable service and who has attained the age of fifty years, and who elects to retire under the provisions of this Section on or after December 1, 2005, and on or before February 28, 2006, shall be eligible, notwithstanding the provisions of R.S. 11:441(A)(1)(a), (b), or (c), to retire from state service and receive a retirement allowance equal to two and one-quarter percent of his average compensation, as determined pursuant to R.S. 11:231, for every year of creditable service.

- (2) Notwithstanding any other provision of law to the contrary, any person who has attained the age of fifty years to whom this Section would otherwise apply who retired pursuant to the provisions of Act 194 of the 2004 regular legislative session or pursuant to the provisions of R.S. 11:441(A)(1)(d) on or after November 1, 2005, shall, upon application to the system's board of trustees, have his retirement benefit recalculated under the provisions of this Section, so long as his application for recalculation is received by the system on or before February 28, 2006. The person shall receive the greater of the two benefit calculations and shall be subject to the provisions of the law pursuant to which he receives the greater benefit.
- (3) The provisions of this Section shall not apply to any person who receives an additional retirement benefit under any other provision of law included but not limited to R.S. 11:557, 582, and 602 and R.S. 24:36.
- (B) All unused accumulated sick and annual leave of a person retiring under the provisions of this Section shall be converted to retirement credit in accordance with the provisions of R.S. 11:424 and no payment shall be made therefor by any state agency other than the system; however, the individual may opt at the time of retirement to receive a lump sum benefit payment from the system for up to three hundred hours of annual leave so converted. Any lump-sum benefit payment made by the system under the provisions of this Section shall be calculated based on the person's rate of pay on the date he separates from service and shall not be calculated based on average compensation. Payment hereunder shall be made only after certification by the division of administration of the person's leave balance and of the fact that the person has not previously received payment for any leave.
- (C)(1) The division of administration shall report to the Joint Legislative Committee on the Budget the number of positions vacated pursuant to the provisions of this Section and the fiscal savings created thereby on or before March 15, 2006. Positions within the executive branch of state government which are caused to be vacated by this Section, directly or indirectly, including by promotion to fill a vacated position, shall not be filled, except upon approval of the division of administration and in accordance with the rules and regulations of the Civil Service Commission. However, before any such approval by the division of administration of the employment of a person not already employed by the agency or not currently employed by the state, the agency shall, if necessary and feasible, and subject to the approval of the division of administration, refill the vacancy from within

the agency or in cooperation with the Civil Service Commission transfer employees from another agency to refill the vacancy.

- (2) In no case, shall any department within the executive branch of state government refill more than twenty-five percent of the positions caused to be vacated by the provisions of this Section, as reported pursuant to the provisions of Paragraph (1) of this Subsection. The division of administration shall make quarterly reports to the Joint Legislative Committee on the Budget on the number of positions which have been filled by the hiring of new employees or by transfer from one agency to another agency and the salaries associated therewith.
- (D) Any person who elects to retire under the provisions of this Section who is reemployed in a position which would otherwise make him eligible for system membership shall not become a member; his benefit shall be suspended upon reemployment and no supplemental benefit shall be earned while he is so employed. The system shall promulgate rules to provide for the implementation of the provisions of this Section, including agency reporting of any retirees reemployed
- (E) The legislature shall annually appropriate out of the general fund or any budget surplus an amount equal to ten percent of the reduction in the general fund expenditures attributable to the provisions of this Section to make an additional payment to the Louisiana State Employees' Retirement System for purposes of reducing the unfunded accrued liability that existed on June 30, 1988. "

## 21 AMENDMENT NO. 3

On page 3, at the beginning of line 11, change "Section 2." to "Section 3."