

2016 Regular Session

SENATE BILL NO. 10

BY SENATOR PEACOCK

STATE POLICE RET FUND. Provides for the payment of certain system administrative expenses. (6/10/16)

1 AN ACT

2 To amend and reenact R.S. 11:102(B)(3)(a), relative to the payment of certain administrative
3 expenses at the Louisiana State Police Retirement System; to provide for calculation
4 of the normal cost; to provide for an effective date; and to provide for related
5 matters.

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

7 Be it enacted by the Legislature of Louisiana:

8 Section 1. R.S. 11:102(B)(3)(a) is hereby amended and reenacted to read as follows:

9 §102. Employer contributions; determination; state systems

10 * * *

11 B. * * *

12 (3) With respect to each state public retirement system, the actuarially
13 required employer contribution for each fiscal year, commencing with Fiscal Year
14 1989-1990, shall be that dollar amount equal to the sum of:

15 (a) The employer's normal cost for that fiscal year, computed as of the first
16 of the fiscal year using the system's actuarial funding method as specified in R.S.
17 11:22 and taking into account the value of future accumulated employee

1 contributions and interest thereon, such employer's normal cost rate multiplied by the
 2 total projected payroll for all active members to the middle of that fiscal year. For
 3 the Louisiana State Employees' Retirement System, effective for the June 30, 2010;
 4 system valuation and beginning with Fiscal Year 2011-2012, the normal cost shall
 5 be determined in accordance with Subsection C of this Section. For the Teachers'
 6 Retirement System of Louisiana, effective for the June 30, 2011; system valuation
 7 and beginning with Fiscal Year 2012-2013, the normal cost shall be determined in
 8 accordance with Subsection D of this Section. **For the Louisiana State Police**
 9 **Retirement System, effective for the June 30, 2015 system valuation and**
 10 **beginning with Fiscal Year 2016-2017, the normal cost shall include the**
 11 **projected noninvestment related administrative expenses for the fiscal year.**

12 * * *

13 Section 2. The Public Retirement Systems' Actuarial Committee shall meet as soon
 14 as practicable after the effective date of this Act to adopt a revised valuation prepared in
 15 accordance with the provisions of this Act.

16 Section 3. This Act shall become effective on June 10, 2016; if vetoed by the
 17 governor and subsequently approved by the legislature, this Act shall become effective on
 18 June 10, 2016, 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 Margaret M. Corley.

DIGEST

SB 10 Engrossed

2016 Regular Session

Peacock

Present law provides for the annual calculation of required employer contributions to each state retirement system, including the determination of the employer's normal cost.

Proposed law retains present law.

Proposed law, applicable only to the Louisiana State Police Retirement System, provides for the normal cost to include the projected noninvestment related administrative expenses for the fiscal year.

Proposed law requires the Public Retirement Systems' Actuarial Committee to meet as soon as practicable after the effective date of proposed law to adopt a revised valuation reflecting the provisions of proposed law.

Effective June 10, 2016.

(Amends R.S. 11:102(B)(3)(a))