2017 Regular Session

HOUSE BILL NO. 9

BY REPRESENTATIVE ABRAHAM

Prefiled pursuant to Article III, Section 2(A)(4)(b)(i) of the Constitution of Louisiana.

RETIREMENT/FIREFIGHTERS: Provides relative to earnable compensation in the Firefighters' Retirement System

1	AN ACT
2	To amend and reenact R.S. 11:2252(9)(a), relative to calculation of contributions and
3	benefits in the Firefighters' Retirement System; to provide for the definition of
4	earnable compensation; and to provide for related matters.
5	Notice of intention to introduce this Act has been published
6	as provided by Article X, Section 29(C) of the Constitution
7	of Louisiana.
8	Be it enacted by the Legislature of Louisiana:
9	Section 1. R.S. 11:2252(9)(a) is hereby amended and reenacted to read as follows:
10	§2252. Definitions
11	The following words and phrases, as used in this Chapter, unless a different
12	meaning is plainly required by context, shall have the following meaning:
13	* * *
14	(9)(a) "Earnable compensation" shall mean the full amount of compensation
15	earned by an employee on a regular tour of duty, including supplemental pay paid
16	by the state of Louisiana, educational incentive pay, holiday pay, seniority incentive
17	pay, and pay to an employee acting in a civil service classification higher than the
18	one he holds but shall not include overtime.
19	* * *

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CODING: Words in struck through type are deletions from existing law; words <u>underscored</u> are additions.

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)]

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Abstract: Includes educational incentive pay, seniority incentive pay, holiday pay, and acting pay as earnable compensation for purposes of calculating contribution requirements and benefits within the Firefighters' Retirement System (FRS).

<u>Present law</u> requires each municipality, parish, and fire protection district employing a member of FRS to calculate contribution requirements using an employee's earnable compensation. <u>Present law</u> applicable to FRS defines earnable compensation as the full amount earned by an employee for a given pay period and enumerates excluded earnings such as overtime, operating expenses, insurance, bonuses, and any other type of irregular or nonrecurring payment. <u>Present law</u> further defines earnable compensation as the full amount of compensation earned by an employee on a regular tour of duty, including supplemental pay paid by the state of La.

A recent La. Supreme Court decision (Dunn v. City of Kenner) establishes that educational incentive pay, seniority incentive pay, holiday pay, and acting pay (pay to a person acting in a higher civil service classification) are included in the FRS definition of "earnable compensation".

<u>Proposed law</u> includes educational incentive pay, seniority incentive pay, holiday pay, and acting pay as earnable compensation for employees participating in FRS.

(Amends R.S. 11:2252(9)(a))