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

DIGEST 2018 Regular Session

Peacock

<u>Present law</u> provides for accumulation of money in the experience account of the State Police Retirement System (Troopers) for funding permanent retirement benefit increases, commonly referred to as cost-of-living adjustments or COLAs. Caps the amount of money that may be allocated to the experience account at the reserve necessary to grant:

- (1) Two permanent benefit increases if the system is at least 80% funded.
- (2) One permanent benefit increase if the system is less than 80% funded.

<u>Present law</u> provides that the cap on the experience account balance is determined pursuant to the qualifications in <u>present law</u>.

When a benefit increase is granted to all eligible retirees and nonretiree beneficiaries, <u>present law</u> allows a supplemental benefit increase to be granted to retirees and beneficiaries who are at least age 65 and who retired on or before June 30, 2001.

<u>Proposed law</u> retains <u>present law</u> and clarifies that the cap on the Troopers' experience account balance includes the reserve necessary to grant the supplemental increases provided for in <u>present</u> law.

<u>Proposed law</u>, in compliance with <u>present state constitution</u>, provides that any cost of <u>proposed law</u> shall be funded with additional employer contributions.

Effective June 30, 2018.

SB 9 Engrossed

(Amends R.S. 11:1332(A)(1)(c))