HOUSE SUMMARY OF SENATE AMENDMENTS

HB 22 2019 Regular Session Bacala

RETIREMENT/MUNICIPAL POL: Provides relative to the calculation of benefits of certain employees of the Baton Rouge Police Department who are members of the Municipal Police Employees' Retirement System

Synopsis of Senate Amendments

- 1. Adds a cap on per officer administrative expenses.
- 2. Specifies that Baton Rouge will pay MPERS \$87,500 in administrative expenses previously incurred.

Digest of Bill as Finally Passed by Senate

<u>Present law</u> provides that the average final compensation of a member of Municipal Police Employees' Retirement System (MPERS) is based on his annual earned compensation, but does not include overtime. Proposed law retains present law.

<u>Proposed law</u> allows for certain overtime payments made by the Baton Rouge Police Department (BRPD) to certain employees who are members of MPERS to be included in the calculation of average final compensation when the overtime payments were of the type on which BRPD was paying contributions to the system prior to Jan. 1, 2018. Provides for payment of actuarial and administrative costs of <u>proposed law</u>. Provides that BRPD shall not be required to pay more than \$900 per officer in administrative costs unless there is a disputed calculation. Requires BRPD to pay MPERS \$87,500 for previously incurred administrative expenses.

<u>Proposed law</u> requires the actuary for MPERS and an actuary hired by BRPD to agree, in writing, on the actuarial methodology to be used for the initial actuarial certification before the initial actuarial certification can be made.

<u>Proposed law</u> requires MPERS and BRPD to mediate any disputes before legal action is commenced by either party.

Effective upon signature of governor or lapse of time for gubernatorial action.

(Adds 11:2225(F))