

2026 Regular Session

SENATE BILL NO. 21

BY SENATOR PRICE

STATE EMPLOYEE RET. Provides relative to payments toward the unfunded accrued liability of the Louisiana State Employees' Retirement System and the amortization of certain actuarial gains. (gov sig)

1 AN ACT

2 To amend and reenact R.S. 11:102.1(A)(4)(c)(iv), to enact R.S. 11:102.1(A)(5), and to
3 repeal R.S. 11:102.1(A)(4)(c)(v), (e)(ii) and (iii), and (h) through (j), relative to the
4 Louisiana State Employees' Retirement System; to provide for the calculation of
5 employer contributions, minimum employer contribution rates, amortization of the
6 unfunded accrued liability, and treatment of contribution variances for the Louisiana
7 State Employees' Retirement System; to provide for an effective date; and to provide
8 for related matters

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

10 Be it enacted by the Legislature of Louisiana:

15 A.(1) * * *

16 * * *

17 (4) For purposes of this Section, the following shall apply:

6 * * *

7 (iv) For the first valuation after the original amortization base is liquidated,

8 the portion of the prior year's primary priority amount that was necessary to liquidate

9 the original amortization base plus the prior year's secondary priority amount, both

10 increased by the percentage increase in the system's actuarial value of assets for the

11 prior year, if any **the provisions of this Paragraph shall terminate.**

12 * * *

13 (b)(5)(a) Notwithstanding the provisions of Subparagraph (i) of this

14 Paragraph any other provision of this Section, effective for the June thirtieth

15 valuation following the fiscal year in which the system first attains a funded

16 percentage of eighty or more pursuant to R.S. 11:542 and for each valuation

17 thereafter, the net remaining liability of ~~the~~ any amortization base to which ~~the~~ any

18 additional funds are applied shall be reamortized with annual level-dollar payments

19 calculated as provided in R.S. 11:102 over the remainder of the amortization period

20 originally established for that amortization base.

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2 Section 2. R.S. 11:102.1(A)(4)(c)(v), (e)(ii) and (iii), and (h) through (j) are hereby
3 repealed.

4 Section 3. This act shall become effective upon signature by the governor or, if not
5 signed by the governor, upon expiration of the time for bills to become law without signature
6 by the governor, as provided in Article III, Section 18 of the Constitution of Louisiana. If
7 vetoed by the governor and subsequently approved by the legislature, this Act shall become
8 effective on the day following such approval.

The original instrument and the following digest, which constitutes no part
of the legislative instrument, were prepared by Senate Legislative Services.

The keyword, summary, 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)]

DIGEST

SB 21 Original

2026 Regular Session

Price

Present law provides, effective June 30, 2009, for two consolidated amortization bases for
the Louisiana State Employee's Retirement System (LASERS) to be amortized and
calculated. Changes, gains, and losses are to be calculated and payments thereof determined
as provided in R.S. 11:102, except as otherwise specified. Proposed law retains present law.

Present law provides that for the first valuation after the original amortization base is
liquidated, the secondary priority amount includes the portion of the prior year's primary
priority amount, added to the prior year's secondary priority amount, and adjusted for any
increase in the system's actuarial value of assets. Proposed law terminates this provision.
Present law provides for the secondary valuation and each year thereafter, the secondary
priority amount is increased on growth in the system's actuarial value of assets. Proposed law
repeals this provision.

Present law provides that for the first valuation after the experience account amortization
base is liquidated, the residual priority amount equals the prior year's secondary priority
amount adjusted for any increase in the system's actuarial value of assets, and for the second
valuation and each year thereafter, the residual priority amount is increased based on any
growth in the system's actuarial value of assets. Proposed law repeals these provisions.

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

(Amend R.S. 11:102.1(A)(4)(c)(iv); adds R.S. 11:102.1(A)(5); and repeals R.S.
11:102.1(A)(4)(c)(v), (e)(ii) and (iii), and (h)-(j))