2011 REGULAR SESSION
ACTUARIAL NOTE HB 158

House Bill 158 HLS 11RS-384 Enrolled **Author: Representative Jeffery J. Arnold** **Date: June 20, 2011** **LLA Note HB 158.03** **Organizations Affected: Firefighters' Pension and Relief Fund in the City of New Orleans** **EN NO IMPACT APV**	**The Note was prepared by the Actuarial Services Department of the Office of the Legislative Auditor.** Paul T. Richmond **Paul T. Richmond, ASA, MAAA, EA** **Manager Actuarial Services**

Bill Header: **RETIREMENT/LOCAL:** Provides for the authority of the board of trustees of the Firefighters' Pension and Relief Fund in the city of New Orleans (NOFF) to promulgate rules and regulations relative to the applicable provisions of the Internal Revenue Code

Cost Summary:

Actuarial Cost/(Savings) to Retirement Systems and OGB	$0
Total Five Year Fiscal Cost	
Expenditures	$0
Revenues	$0

Estimated Actuarial Impact:

The chart below shows the estimated increase/(decrease) in the actuarial value of benefits, if any, attributable to the proposed legislation. Note: it includes the present value cost of fiscal costs associated with benefit changes. It does **not** include present value costs associated with administration or other fiscal concerns.

Actuarial Cost (Savings) to:	**Increase (Decrease) in The Actuarial Present Value**
All Louisiana Public Retirement Systems	$0
Other Post Retirement Benefits	$0
Total	$0

Estimated Fiscal Impact:

The chart below shows the estimated fiscal impact of the proposed legislation. This represents the effect on cash flows for government entities including the retirement systems and the Office of Group Benefits.

EXPENDITURES	**2011-12**	**2012-13**	**2013-14**	**2014-15**	**2015-16**	**5 Year Total**
State General Fund	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0
Agy Self Generated	0	0	0	0	0	0
Stat Deds/Other	0	0	0	0	0	0
Federal Funds	0	0	0	0	0	0
Local Funds	0	0	0	0	0	0
Annual Total	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0

REVENUES	**2011-12**	**2012-13**	**2013-14**	**2014-15**	**2015-16**	**5 Year Total**
State General Fund	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0
Agy Self Generated	0	0	0	0	0	0
Stat Deds/Other	0	0	0	0	0	0
Federal Funds	0	0	0	0	0	0
Local Funds	0	0	0	0	0	0
Annual Total	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0

Bill Information:

Current Law

Exclusive control and management including payment of benefits is under the board of trustees of the Firefighters' Pension and Relief Fund in the City of New Orleans.

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Proposed Law

The board of trustees shall promulgate rules and regulations under the Administrative Procedures Act relative to the applicable provisions of the Internal Revenue Code.

Implications of the Proposed Changes

The proposed changes will assure the board of trustees and the Firefighters' Pension and Relief Fund in the City of New Orleans are in compliance with the Internal Revenue Code.

Cost Analysis:

Analysis of Actuarial Costs

Retirement Systems

There is no actuarial cost associated with HB 158.

Other Post Retirement Benefits

There is no actuarial cost associated with HB 158 for post-retirement benefits.

Analysis of Fiscal Costs

There is no actuarial cost associated with HB 158. No fiscal cost explanation has been received from the Firefighters' Pension and Relief Fund for the City of New Orleans.

Actuarial Credentials:

Paul T. Richmond is the Manager of Actuarial Services for the Louisiana Legislative Auditor. He is an Enrolled Actuary, a member of the American Academy of Actuaries, a member of the Society of Actuaries and has met the Qualification Standards of the American Academy of Actuaries to render the actuarial opinion contained herein.

Dual Referral:

Senate

☐ 13.5.1 ≥ $100,000 Annual Fiscal Cost

☐ 13.5.2 ≥ $500,000 Annual Tax or Fee Change

House

☐ 6.8(F)(1) ≥ $500,000 Annual Fiscal Cost

☐ 6.8(F)(2) ≥ $100,000 Annual SGF Fiscal Cost

☐ 6.8(G) ≥ $500,000 Annual Tax or Fee Change