
HOUSE COMMITTEE AMENDMENTS

Amendments proposed by House Committee on Retirement to Original House Bill No. 86
by Representative Ivey

1 AMENDMENT NO. 1

2 On page 1, line 2, change "R.S. 11:102(B)(3)(d)(vi) and (viii)," to "R.S. 11:102(B)(3)(d)(v)
3 through (viii),"

4 AMENDMENT NO. 2

5 On page 1, at the beginning of line 4 insert: "and to enact R.S. 11:102.1(B)(6) and (C)(6) and
6 102.2 (B)(5) and (C)(6),"

7 AMENDMENT NO. 3

8 On page 1, line 11, change "R.S. 11:102(B)(3)(d)(vi) and (viii)," to "R.S. 11:102(B)(3)(d)(v)
9 through (viii),"

10 AMENDMENT NO. 4

11 On page 1, line 13, between "reenacted" and "to read" insert "and R.S. 11:102.1(B)(6) and
12 (C)(6), and 102.2 (B)(5) and (C)(6) are hereby enacted"

13 AMENDMENT NO. 5

14 On page 2, between lines 8 and 9, insert the following:

15 (v)(aa) Effective July 1, 2004, and beginning with Fiscal Year 1998-1999,
16 the amortization period for the changes, gains, or losses of the Louisiana State
17 Employees' Retirement System provided in Items (i) through (iv) of this
18 Subparagraph shall be thirty years, or in accordance with standards promulgated by
19 the Governmental Accounting Standards Board, from the year in which the change,
20 gain, or loss occurred. The outstanding balances of amortization bases established
21 pursuant to Items (i) through (iv) of this Subparagraph before Fiscal Year
22 1998-1999, shall be amortized as a level dollar amount from July 1, 2004, through
23 June 30, 2029. Beginning with Fiscal Year 2003-2004, and for each fiscal year
24 thereafter, the outstanding balances of amortization bases established pursuant to
25 Items (i) through (iv) of this Subparagraph shall be amortized as a level dollar
26 amount. For the Louisiana State Employees' Retirement System, effective for the
27 June 30, 2010, system valuation and beginning with Fiscal Year 2011-2012,
28 amortization payments for changes in actuarial liability shall be determined in
29 accordance with Subsection C of this Section.

30 (bb) Effective for the June thirtieth valuation for the fiscal year immediately
31 following the year in which the system fully liquidates an amortization base
32 established in R.S. 11:102.1 and for each valuation thereafter, for each such
33 liquidated amortization base the system shall apply to the oldest outstanding positive
34 amortization base of the system created after 2009, without reamortization of such
35 base, one half of the excess returns above the actuarially assumed rate of return and
36 below an actuarial rate of return of ten percent. Upon complete liquidation of such
37 post-2009 amortization base, any remaining funds shall be applied to the next oldest
38 such outstanding positive amortization base, without reamortization of any such
39 base, until no further funds remain or all such bases are completely liquidated.

40 (cc) Effective for the June thirtieth valuation for the fiscal year immediately
41 following the year in which the system fully liquidates the amortization bases
42 established in R.S. 11:102.1 and for each valuation thereafter the system shall apply

1 to the oldest outstanding positive amortization base of the system, without
 2 reamortization of such base, that portion of the system's net investment income
 3 attributable to the balance in the experience account during the prior year. Upon
 4 complete liquidation of such amortization base, any remaining funds shall be applied
 5 to the next oldest outstanding positive amortization base, without reamortization of
 6 any such base, until no further funds remain or all such bases are completely
 7 liquidated.

8 (dd) Effective for the June 30, 2014, valuation and for each valuation
 9 thereafter, in any year in which a permanent benefit increase is granted pursuant to
 10 R.S. 11:542, the system shall apply to the last amortization base created by crediting
 11 funds to the experience account any funds remaining in the account after payment
 12 of such permanent benefit increase, without reamortization of such base."

13 AMENDMENT NO. 6

14 On page 2, delete line 26 in its entirety and insert in lieu thereof:

15 "(cc) Effective for the June 30, 2014, valuation and for each valuation
 16 thereafter, the system shall apply to the oldest outstanding positive amortization base
 17 that portion of the system's net investment income attributable to the balance in the
 18 experience account during the prior year, without reamortization of such base. Upon
 19 complete liquidation of such amortization base, any remaining funds shall be applied
 20 to the next oldest outstanding positive amortization base, without reamortization of
 21 any such base, until no further funds remain or all such bases are completely
 22 liquidated.

23 (dd) Effective for the June 30, 2014, valuation and for each valuation
 24 thereafter, in any year in which a permanent benefit increase is granted pursuant to
 25 R.S. 11:1145.1, the system shall apply to the last amortization base created by
 26 crediting funds to the experience account any funds remaining in the account after
 27 payment of such permanent benefit increase, without reamortization of such base.

28 (vii)(aa) Effective July 1, 2004, and beginning with Fiscal Year 2000-2001,
 29 the amortization period for the changes, gains, or losses of the Teachers' Retirement
 30 System of Louisiana provided in Items (i) through (iv) of this Subparagraph shall be
 31 thirty years, or in accordance with standards promulgated by the Governmental
 32 Accounting Standards Board, from the year in which the change, gain, or loss
 33 occurred. The outstanding balances of amortization bases established pursuant to
 34 Items (i) through (iv) of this Subparagraph before Fiscal Year 2000-2001, shall be
 35 amortized as a level dollar amount from July 1, 2004, through June 30, 2029.
 36 Beginning with Fiscal Year 2003-2004, and for each fiscal year thereafter, the
 37 outstanding balances of amortization bases established pursuant to Items (i) through
 38 (iv) of this Subparagraph shall be amortized as a level dollar amount. For the
 39 Teachers' Retirement System of Louisiana, effective for the June 30, 2011, system
 40 valuation and beginning with Fiscal Year 2012-2013, amortization payments for
 41 changes in actuarial liability shall be determined in accordance with Subsection D
 42 of this Section.

43 (bb) Effective for the June thirtieth valuation for the fiscal year immediately
 44 following the year in which the system fully liquidates an amortization base
 45 established in R.S. 11:102.2 and for each valuation thereafter, for each such
 46 liquidated amortization base the system shall apply to the oldest outstanding positive
 47 amortization base of the system created after 2009, without reamortization of such
 48 base, one half of the excess returns above the actuarially assumed rate of return and
 49 below an actuarial rate of return of ten percent. Upon complete liquidation of such
 50 post-2009 amortization base, any remaining funds shall be applied to the next oldest
 51 such outstanding positive amortization base, without reamortization of any such
 52 base, until no further funds remain or all such bases are completely liquidated.

53 (cc) Effective for the June thirtieth valuation for the fiscal year immediately
 54 following the year in which the system fully liquidates the amortization bases
 55 established in R.S. 11:102.2 and for each valuation thereafter, the system shall apply
 56 to the oldest outstanding positive amortization base of the system, without

1 reamortization of such base, that portion of the net investment income attributable
2 to the balance in the experience account during the prior year. Upon complete
3 liquidation of such amortization base, any remaining funds shall be applied to the
4 next oldest outstanding positive amortization base, without reamortization of any
5 such base, until no further funds remain or all such bases are completely liquidated.

6 (dd) Effective for the June 30, 2014, valuation and for each valuation
7 thereafter, in any year in which a permanent benefit increase is granted pursuant to
8 R.S. 11:883.1, the system shall apply to the last amortization base created by
9 crediting funds to the experience account any funds remaining in the account after
10 payment of such permanent benefit increase, without reamortization of such base."

11 AMENDMENT NO. 7

12 On page 3, between lines 14 and 15, insert the following:

13 "(cc) Effective for the June 30, 2014, valuation and for each valuation
14 thereafter, the system shall apply to the oldest outstanding positive amortization base
15 that portion of the system's net investment income attributable to the balance in the
16 experience account during the prior year, without reamortization of such base. Upon
17 complete liquidation of such amortization base, any remaining funds shall be applied
18 to the next oldest outstanding positive amortization base, without reamortization of
19 any such base, until no further funds remain or all such bases are completely
20 liquidated.

21 (dd) Effective for the June 30, 2014, valuation and for each valuation
22 thereafter, in any year in which a permanent benefit increas is granted pursuant to
23 R.S. 11:1332, the system shall apply to the last amortization base created by
24 crediting funds to the experience account and funds remaining in the account after
25 payment of such permanent benefit increase, without reamortization of such base."

26 AMENDMENT NO. 8

27 On page 4, delete lines 2 through 5 in their entirety and insert in lieu thereof:

28 "of this Paragraph, the net remaining liability shall not be reamortized over the
29 remaining amortization period with annual payments calculated as provided in this
30 Subsection or as otherwise provided by law.

31 * * *

32 (6) Effective for the June 30, 2014, valuation and for each valuation
33 thereafter until the base established pursuant to the provisions of this Subsection is
34 completely liquidated, to such base shall be applied that portion of the system's net
35 investment income attributable to the balance in the experience account during the
36 prior year, without reamortization of such base."

37 AMENDMENT NO. 9

38 On page 4, delete lines 18 through 21 in their entirety and insert in lieu thereof:

39 "of this Paragraph, the net remaining liability shall not be reamortized over the
40 remaining amortization period with annual payments calculated as provided in this
41 Subsection or as otherwise provided by law.

42 * * *

43 (6) Effective for the valuation for the year in which the amortization base
44 established pursuant to Subsection B of this Section is completely liquidated, and for
45 each valuation thereafter, to the Experience Account Amortization Base shall be
46 applied that portion of the system's net investment income attributable to the balance
47 in the experience account during the prior year, without reamortization of such base."

1 AMENDMENT NO. 10

2 On page 5, delete lines 9 through 11 in their entirety and insert the following in lieu thereof:

3 "of this Paragraph, the net remaining liability shall not be reamortized over
4 the remaining amortization period with annual payments calculated as provided in
5 this Subsection or as otherwise provided by law.

6 (5) Effective for the June 30, 2014, valuation and for each valuation
7 thereafter until the base established pursuant to the provisions of this Subsection is
8 completely liquidated, to such base shall be applied that portion of the system's net
9 investment income attributable to the balance in the experience account during the
10 prior year, without reamortization of such base."

11 AMENDMENT NO. 11

12 On page 5, delete lines 23 through 27 in their entirety and insert the following in lieu thereof:

13 "(b) After such application of the funds required pursuant to Subparagraph
14 (a) of this Paragraph, the net remaining liability shall not be reamortized over the
15 remaining amortization period with annual payments calculated as provided in this
16 Subsection or as otherwise provided by law.

17 * * *

18 (6) Effective for the valuation for the year in which the amortization base
19 established pursuant to Subsection B of this Section is completely liquidated, and for
20 each valuation thereafter, to the Experience Account Amortization Base shall be
21 applied that portion of the system's net investment income attributable to the balance
22 in the experience account during the prior year, without reamortization of such base.

23 * * *

24 AMENDMENT NO. 12

25 On page 6, at the end of line 4, delete "as follows:" and at the beginning of line 5, delete "(a)
26 To" and insert in lieu thereof "to"

27 AMENDMENT NO. 13

28 On page 6, delete lines 9 through 11 in their entirety

29 AMENDMENT NO. 14

30 On page 6, at the end of line 16, delete "as follows:" and at the beginning of line 17, delete
31 "(a) To" and insert in lieu thereof "to"

32 AMENDMENT NO. 15

33 On page 6, delete lines 21 through 23 in their entirety

34 AMENDMENT NO. 16

35 On page 6, at the end of line 26, delete "as follows:" and at the beginning of line 27 delete
36 "(a) To" and insert in lieu thereof "to"

37 AMENDMENT NO. 17

38 On page 7, delete lines 1 through 3 in their entirety

39 AMENDMENT NO. 18

- 1 On page 7, at the end of line 6, delete "as follows:" and at the beginning of line 7, delete "(a)
- 2 To" and insert in lieu thereof "to"
- 3 AMENDMENT NO. 19
- 4 On page 7, delete lines 10 through 12 in their entirety