

GREEN SHEET REDIGEST

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.

DIGEST

Present law provides that the average final compensation of a member of MPERS is based off of his annual earned compensation, but does not include overtime. Proposed law retains present law.

Proposed law allows for certain overtime payments made by 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 proposed law, including \$87,500 in administrative expenses previously incurred.

Proposed law 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.

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

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

(Adds 11:2225(F))

Summary of Amendments Adopted by House

The Committee Amendments Proposed by House Committee on Retirement to the original bill:

1. Defines "applicable interest" and require inclusion of interest in calculations required by proposed law.
2. Adds requirement that both parties agree on the actuarial methodology to be used for the initial actuarial certification.
3. Adds a mandatory mediation provision.

Summary of Amendments Adopted by Senate

Committee Amendments Proposed by Senate Committee on Retirement to the reengrossed bill

1. Makes technical changes.
2. Specifies that Baton Rouge will pay MPERS \$87,500 in administrative expenses previously incurred.