HOUSE COMMITTEE AMENDMENTS

2020 Regular Session

Amendments proposed by House Committee on Retirement to Original House Bill No. 18 by Representative Bacala

- 2 On page 1, delete lines 2 and 3 and insert the following:
- 3 "To amend and reenact R.S. 11:2220(G), 2221(C) and (E)(1)(a), 2225(A)(1),
- 4 2225.4(B) and (C)(1)(a), and 2227(B)(1)(introductory paragraph) and (b), (G), and (J) and
- 5 to enact R.S. 11:2225(G), relative to the Municipal"
- 6 AMENDMENT NO. 2
- 7 On page 1, delete lines 13 and 14 and insert the following:
- 8 "Section 1. R.S. 11:2220(G), 2221(C) and (E)(1)(a), 2225(A)(1), 2225.4(B) and
- 9 (C)(1)(a), and 2227(B)(1)(introductory paragraph) and (b), (G), and (J) are hereby amended
- and reenacted and R.S. 11:2225(G) is hereby enacted to read as follows:"
- 11 AMENDMENT NO. 3
- On page 1, between lines 14 and 15, insert the following:
- 13 "§2220. Benefits; contribution limit
- * * *
- G. The retirement benefits provided by this Section shall not annually exceed one hundred percent of average final compensation, and when a member has earned benefits equal to one hundred percent of his average final compensation, no further contributions
- shall be required of him. However, the employer shall continue to pay to the system the
- employer's contribution. However, if a member earns benefits equal to or greater than one
- 20 hundred percent of his average final compensation on or after July 1, 2021, the employer and
- 21 employee shall continue to pay their respective contributions to the system.
- 22 * * * *"
- 23 AMENDMENT NO. 4
- 24 On page 2, at the end of line 4, insert the following:
- 25 "For purposes of this Subsection, interruption of employment shall include but not
- 26 <u>be limited to periods when a participant is on leave without pay or worker's compensation."</u>
- 27 <u>AMENDMENT NO. 5</u>
- 28 On page 2, between lines 5 and 6, insert the following:
- "E.(1)(a) Upon the effective date of the commencement of participation in the plan, membership in the system shall terminate and neither employee nor employer contributions
- 31 shall be payable, except that for employees who commence participation in the plan on or
- 32 after July 1, 2021, employer contributions shall continue to be payable.
- * * *

1 AMENDMENT NO. 6

- 2 On page 2, delete line 23, and insert "Payments for withdrawals that occur on or after July
- 3 1, 2018 shall be payable beginning July first of the second fiscal year following the"

4 AMENDMENT NO. 7

- 5 On page 2, at the end of line 25, insert the following:
- 6 "Beginning July first of the fiscal year following the withdrawal, interest shall accrue 7 at the system's actuarial valuation rate, compounded annually."

8 AMENDMENT NO. 8

- 9 On page 3, between lines 5 and 6, insert the following:
- "C.(1) If an employer fails to make a payment timely, the amount due shall be collected in any of the following manners:
- 12 (a) By action in a court of competent jurisdiction against the delinquent employer.
- 13 The amount due shall include interest calculated at the system's actuarial valuation rate,
- compounded annually. The employer shall also be liable for any legal and actuarial fees
- incurred by the system in the collection of amounts pursuant to this Section."

16 AMENDMENT NO. 9

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On page 3, between lines 8 and 9, insert the following:

"B. Annuity savings fund:

The annuity savings fund shall be the fund in which shall be accumulated contributions from the compensation of members to provide for their annuities. Contributions to the annuity savings fund shall be made as follows:

(1) Each municipality shall make deductions from any salary or wages excluding overtime paid by them to any member of this system in accordance with the provisions of R.S. 11:62(6) on the earnable compensation paid him in each and every payroll. <u>All</u> employers shall report separately the amount of compensation paid for overtime on their monthly contribution reports.

* * *

(b) In the event the reduced salary paid by the municipality is not sufficient to cover the deduction of employee contributions equal to that which would have been deducted had the member not begun receiving worker's compensation payments, the member may elect to pay the deficit to make whole the amount due each and every payroll period directly to the municipality to be forwarded to the retirement system. If the member does not elect to pay the deficit to make whole the amount that would have been deducted had he not begun receiving worker's compensation, that member, for such periods, shall receive service credit for eligibility determination purposes only and not for computation of benefits. Beginning on July 1, 2021, if the member does not pay the deficit to make whole the amount that would have been deducted pursuant to this section for service each and every pay period, the member shall not receive service credit for the period in which the deficit was not paid.

* * *!

AMENDMENT NO. 10

- On page 4, delete lines 7 through 28, and on page 5, delete lines 1 through 25 and insert the following:
- "Section 2. This Act shall become effective on July 1, 2020; if vetoed by the governor and subsequently approved by the legislature, this Act shall become effective on July 1, 2020, or on the day following such approval by the legislature, whichever is later."

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