

**SENATE COMMITTEE AMENDMENTS**

2023 Regular Session

Amendments proposed by Senate Committee on Finance to Engrossed Senate Bill No. 18 by Senator Price

1 AMENDMENT NO. 1

2 On page 3, at the end of line 10, insert "except the provisions of Item (iv) of this  
3 Subparagraph,"

4 AMENDMENT NO. 2

5 On page 3, line 19, after "(aa)" and before "Notwithstanding" insert "(I)"

6 AMENDMENT NO. 3

7 On page 4, between lines 1 and 2, insert:

8 "(II) Notwithstanding any other provision of this Subparagraph to the contrary,  
9 for fiscal years 2024-2025 through 2027-2028, if the projected aggregate employer  
10 contribution rate for Fiscal Year 2024-2025 is more than three percentage points lower  
11 than the projected aggregate employer contribution rate determined for Fiscal Year  
12 2023-2024 in the June 30, 2022 system valuation then the AFC rate to be applied for a  
13 particular year will be the lesser of the rate determined under Subsubitem (I) of this  
14 Subitem or the corresponding rate for that year in the following table:

<u>Fiscal Year</u>	<u>AFC Rate</u>
<u>2024-2025</u>	<u>1.50%</u>
<u>2025-2026</u>	<u>1.75%</u>
<u>2026-2027</u>	<u>2.00%</u>
<u>2027-2028</u>	<u>2.25%</u>

20 AMENDMENT NO. 4

21 On page 4, between lines 10 and 11, insert:

22 "(iv) Notwithstanding any other provision of this Subparagraph to the contrary,  
23 if the Original Amortization Base established in R.S. 11:102.1 is liquidated in Fiscal  
24 Year 2022-2023, the provisions of this Item shall apply.

25 (aa) The maximum AFC rate shall be equal to the following:

<u>Fiscal Year</u>	<u>Maximum AFC Rate</u>
<u>2024-2025</u>	<u>1.50%</u>
<u>2025-2026</u>	<u>1.75%</u>
<u>2026-2027</u>	<u>2.00%</u>
<u>2027-2028</u>	<u>2.25%</u>
<u>2028-2029 and thereafter</u>	<u>2.50%</u>

32 (bb) Through Fiscal Year 2038-2039, the sum of the AFC rate and the projected  
33 aggregate employer contribution rate for any given fiscal year shall not exceed the  
34 projected aggregate employer contribution rate determined for Fiscal Year 2022-2023  
35 in the June 30, 2021 system valuation. If the sum of the maximum AFC rate and the  
36 projected aggregate employer contribution rate exceeds the projected aggregate  
37 employer contribution rate determined for Fiscal Year 2022-2023, the AFC rate to be  
38 applied shall be reduced from the maximum, for that fiscal year only, by the lesser of  
39 the amount by which the sum of the maximum AFC rate and the projected aggregate  
40 employer contribution rate exceeds the projected aggregate employer contribution rate  
41 determined for Fiscal Year 2022-2023 or the amount of the maximum AFC rate.

42 (cc) Notwithstanding any other provision of this Subparagraph to the contrary,  
43 beginning in Fiscal Year 2039-2040, the sum of the AFC rate and the projected  
44 aggregate employer contribution rate for any given fiscal year shall not exceed twenty-  
45 two percent. If the sum of the maximum AFC rate and the projected aggregate

1 employer contribution rate exceeds twenty-two percent, the AFC rate to be applied  
 2 shall be reduced from the maximum, for that fiscal year only, by the lesser of the  
 3 amount by which the sum of the maximum AFC rate and the projected aggregate  
 4 employer contribution rate exceeds twenty-two percent or the amount of the maximum  
 5 AFC rate."

6 AMENDMENT NO. 5

7 On page 4, line 11, change "(iv)" to "(v)"

8 AMENDMENT NO. 6

9 On page 4, at the end of line 24, insert "except the provisions of Item (iv) of this  
 10 Subparagraph,"

11 AMENDMENT NO. 7

12 On page 5, line 4, after "(aa)" and before "Notwithstanding" insert "(I)"

13 AMENDMENT NO. 8

14 On page 5, between lines 15 and 16, insert:

15 "(II) Notwithstanding any other provision of this Subparagraph to the contrary,  
 16 for fiscal years 2024-2025 through 2027-2028, if the projected aggregate employer  
 17 contribution rate for Fiscal Year 2024-2025 is more than three percentage points lower  
 18 than the projected aggregate employer contribution rate determined for Fiscal Year  
 19 2023-2024 in the June 30, 2022 system valuation then the AFC rate to be applied for a  
 20 particular year will be the lesser of the rate determined under Subsubitem (I) of this  
 21 Subitem or the corresponding rate for that year in the following table:

<u>Fiscal Year</u>	<u>AFC Rate</u>
<u>2024-2025</u>	<u>1.50%</u>
<u>2025-2026</u>	<u>1.75%</u>
<u>2026-2027</u>	<u>2.00%</u>
<u>2027-2028</u>	<u>2.25%</u>

27 AMENDMENT NO. 9

28 On page 5, between lines 24 and 25, insert:

29 "(iv) Notwithstanding any other provision of this Subparagraph to the contrary,  
 30 if the Original Amortization Base established in R.S. 11:102.2 is liquidated in Fiscal  
 31 Year 2022-2023, the provisions of this Item shall apply.

32 (aa) The maximum AFC rate shall be equal to the following:

<u>Fiscal Year</u>	<u>Maximum AFC Rate</u>
<u>2024-2025</u>	<u>1.50%</u>
<u>2025-2026</u>	<u>1.75%</u>
<u>2026-2027</u>	<u>2.00%</u>
<u>2027-2028</u>	<u>2.25%</u>
<u>2028-2029 and thereafter</u>	<u>2.50%</u>

39 (bb) Through Fiscal Year 2038-2039, the sum of the AFC rate and the projected  
 40 aggregate employer contribution rate for any given fiscal year shall not exceed the  
 41 projected aggregate employer contribution rate determined for Fiscal Year 2022-2023  
 42 in the June 30, 2021 system valuation. If the sum of the maximum AFC rate and the  
 43 projected aggregate employer contribution rate exceeds the projected aggregate  
 44 employer contribution rate determined for Fiscal Year 2022-2023, the AFC rate to be  
 45 applied shall be reduced from the maximum, for that fiscal year only, by the lesser of  
 46 the amount by which the sum of the maximum AFC rate and the projected aggregate  
 47 employer contribution rate exceeds the projected aggregate employer contribution rate  
 48 determined for Fiscal Year 2022-2023 or the amount of the maximum AFC rate.

1            **(cc) Notwithstanding any other provision of this Subparagraph to the contrary,**  
2 **beginning in Fiscal Year 2039-2040, the sum of the AFC rate and the projected**  
3 **aggregate employer contribution rate for any given fiscal year shall not exceed sixteen**  
4 **percent. If the sum of the maximum AFC rate and the projected aggregate employer**  
5 **contribution rate exceeds sixteen percent, the AFC rate to be applied shall be reduced**  
6 **from the maximum, for that fiscal year only, by the lesser of the amount by which the**  
7 **sum of the maximum AFC rate and the projected aggregate employer contribution rate**  
8 **exceeds sixteen percent or the amount of the maximum AFC rate."**

9            AMENDMENT NO. 10

10          On page 5, line 25, change "(iv)" to "(v)"