

HOUSE COMMITTEE AMENDMENTS

Amendments proposed by House Committee on Retirement to Engrossed Senate Bill No. 16 by Senator Long

1 AMENDMENT NO. 1

2 On page 1, line 2, after "retirement;" delete the remainder of the line in its entirety, and at
3 the beginning of line 3, delete "plan";"

4 AMENDMENT NO. 2

5 On page 1, delete lines 11 through 13 in their entirety, and insert the following in lieu
6 thereof:

7 **"F.(1) Beginning with the fiscal year in which the plan provided for in**
8 **Chapter 7 of Subtitle II of Title 11 of the Louisiana Revised Statutes of 1950,**
9 **hereafter referred to in this Subsection as the "cash balance plan", becomes**
10 **effective and continuing every year thereafter, each postsecondary education**
11 **board created by Article VIII of the Constitution of Louisiana shall adopt, as**
12 **a percentage of payroll, the employer's portion to be paid to the appropriate**
13 **company or companies as provided in Subsection B of this Section, which shall**
14 **be the same for all employer institutions and agencies under its supervision and**
15 **control. The minimum amount shall be equal to the employer's portion of the**
16 **normal cost contribution that would have been contributed had the participant**
17 **been a member of the cash balance plan and the maximum amount shall be**
18 **equal to the employer's portion of the normal cost contribution that would have**
19 **been contributed had he been a member of Tier 1 of the regular retirement plan**
20 **of the Teachers' Retirement System of Louisiana. If a postsecondary education**
21 **board fails to adopt a rate by June first of any year, the employer contribution**
22 **rate for each employer institution and agency under its supervision and control**
23 **shall be the Tier 1 normal cost contribution of the regular retirement plan of the**
24 **Teachers' Retirement System of Louisiana.**

25 **(2) The employer's contribution to the optional retirement plan for**
26 **participants who are not employed by an institution or agency under the**
27 **supervision and control of a higher education board created by Article VIII of**
28 **the Constitution of Louisiana shall be the employer's portion of the normal cost**
29 **contribution that would have been contributed had he been a member of Tier**
30 **1 of the regular retirement plan of the Teachers' Retirement System of**
31 **Louisiana.**

32 **(3) For the fiscal year in which the cash balance plan becomes effective,**
33 **the employer contribution, expressed as a percentage of payroll, established**
34 **pursuant to this Subsection shall be reported to the Teachers' Retirement**
35 **System of Louisiana no later than thirty days prior to the date on which**
36 **enrollment in the cash balance plan is otherwise required for optional**
37 **retirement plan participants. Annually thereafter, the employer contribution,**
38 **expressed as a percentage of payroll, established pursuant to this Subsection**
39 **shall be reported to the Teachers' Retirement System of Louisiana no later than**
40 **June first with respect to the fiscal year that begins on the immediately**
41 **following July first.**

42 **(4) This Subsection shall not alter the employer's required contribution**
43 **for the amortization of the unfunded accrued liability. The total employer**
44 **contribution shall be adjusted based on the amount set pursuant to Paragraph**
45 **(1) of this Subsection. Following transmittal to the appropriate companies of**
46 **the employer contribution set pursuant to this Subsection, the Teachers'**
47 **Retirement System of Louisiana shall retain the balance of this contribution for**
48 **application to the unfunded accrued liability of the system."**