

Regular Session, 2014

HOUSE BILL NO. 6

BY REPRESENTATIVE PEARSON

RETIREMENT/TEACHERS: Establishes a minimum employer contribution rate for the Optional Retirement Plan in the Teachers' Retirement System of Louisiana

1 AN ACT

2 To amend and reenact R.S. 11:927(B), relative to the optional retirement plan for  
3 postsecondary education employees participating in the Teachers' Retirement System  
4 of Louisiana; to provide for minimum employer contributions; to provide for  
5 application of payments; to provide for an effective date; and to provide for related  
6 matters.

7 Notice of intention to introduce this Act has been published  
8 as provided by Article X, Section 29(C) of the Constitution  
9 of Louisiana.

10 Be it enacted by the Legislature of Louisiana:

11 Section 1. R.S. 11:927(B) is hereby amended and reenacted to read as follows:

12 §927. Contributions

13 \* \* \*

14 B.(1) Each employer institution and board shall contribute to the Teachers'  
15 Retirement System of Louisiana on behalf of each participant in the optional  
16 retirement plan the greater of:

17 (a) same The amount it would have contributed if the participant ~~had been~~  
18 were a member of the regular retirement plan of the Teachers' Retirement System of  
19 Louisiana pursuant to R.S. 11:102(D)(1)(c).



- (1) Present law; or
- (2) The payment for the unfunded accrued liability calculated pursuant to present law plus 6.25% of the participant's pay.

Present law provides that upon receipt of this contribution, TRSL shall forward an amount equal to the regular plan normal cost as determined by the Public Retirement Systems' Actuarial Committee to the participant's ORP provider company for credit to the participant's account.

Proposed law retains present law for contributions remitted that are equal to the amount the employer would have contributed if the participant were a member of the regular retirement plan. Provides that for contributions remitted based on payments for the unfunded accrued liability of the system plus 6.25%, the system shall forward the 6.25% to the ORP provider company for credit to the participant's account.

Present law provides for amounts remitted by employers to the system in excess of the amount credited to the employee's account to be applied to the unfunded accrued liability of the system. Proposed law retains present law.

Effective June 30, 2014.

(Amends R.S. 11:927(B))