
HOUSE COMMITTEE AMENDMENTS

Amendments proposed by House Committee on Retirement to Original House Bill No. 6 by Representative Pearson

1 AMENDMENT NO. 1

2 On page 1, delete lines 14 through 19 in their entirety and on page 2, delete lines 1 through
3 15 in their entirety and insert the following in lieu thereof:

4 "B.(1) Prior to July 1, 2014, each ~~Each~~ employer institution and board shall
5 contribute to the Teachers' Retirement System of Louisiana on behalf of each
6 participant in the optional retirement plan the same amount it would have contributed
7 if the participant had been a member of the regular retirement plan of the Teachers'
8 Retirement System of Louisiana. Upon receipt of this contribution, the Teachers'
9 Retirement System of Louisiana shall promptly pay over to the appropriate
10 designated company or companies an amount equal to the employer's portion of the
11 normal cost contribution as determined annually by the Public Retirement Systems'
12 Actuarial Committee, this amount to be credited to the participant's contract or
13 contracts. The Teachers' Retirement System of Louisiana shall retain the balance of
14 this contribution for application to the unfunded accrued liability of the system.

15 (2)(a) Beginning July 1, 2014, and continuing through fiscal year 2017-2018,
16 each higher education board created by Article VIII of the Constitution of Louisiana
17 and each employer institution and agency under its supervision and control shall
18 contribute to the Teachers' Retirement System of Louisiana on behalf of each
19 participant in the optional retirement plan the sum of:

20 (i) The amounts calculated pursuant to R.S. 11:102(D)(4)(b), (c), and (d).

21 (ii) An amount equal to or greater than the equivalent of the employer's
22 portion of the normal cost contribution of the regular retirement plan.

23 (b) Beginning July 1, 2018, each higher education board created by Article
24 VIII of the Constitution of Louisiana and each employer institution and agency under
25 its supervision and control shall contribute to the Teachers' Retirement System of
26 Louisiana on behalf of each participant in the optional retirement plan the sum of:

27 (i) The amounts calculated pursuant to R.S. 11:102(D)(4)(b), (c), and (d).

28 (ii) An amount not less than six and two tenths percent of pay.

29 (c) Each board shall establish the amount provided pursuant to Items
30 (2)(a)(ii) or (b)(ii) of this Paragraph by resolution. The amount established shall be
31 the same for all employer institutions and agencies under each board's supervision
32 and control and shall be effective for an entire fiscal year.

33 (d) For fiscal year 2014-2015, each board shall submit to the retirement
34 system such resolution no later than July 15, 2014, in order for an amount established
35 pursuant to this Subsection to become effective. For each fiscal year thereafter, the
36 system shall receive such resolution no later than June 1 in order for a new rate to
37 become effective for the next fiscal year. If the system does not receive a resolution
38 containing a contribution amount by the required deadline, the system shall apply the
39 most recent contribution amount by paid such board or employer institution.

40 (e) Upon receipt of this contribution, the Teachers' Retirement System of
41 Louisiana shall promptly pay over to the appropriate designated company or
42 companies an amount equal to the amount established by the applicable board
43 pursuant to Items (2)(a)(ii) or (b)(ii) of this Paragraph.

44 (f) All amounts paid over to the appropriate designated company or
45 companies pursuant to this Paragraph shall be credited to the participant's contract
46 or contracts. The Teachers' Retirement System of Louisiana shall retain the balance
47 of this contribution for application to the unfunded accrued liability of the system.

48 (3)(a) Beginning July 1, 2014 for all employers that are not a higher
49 education board created by Article VIII of the Constitution of Louisiana or an

1 employer institution under the supervision and control of such a board each such
2 employer institution and board shall contribute to the Teachers' Retirement System
3 of Louisiana on behalf of each participant in the optional retirement plan the greater
4 of:

5 (i) The amount it would have contributed if the participant were a member
6 of the regular retirement plan of the Teachers' Retirement System of Louisiana
7 pursuant to R.S. 11:102(D)(1)(c).

8 (ii) The sum of the amounts calculated pursuant to R.S. 11:102(D)(4)(b), (c),
9 and (d) plus six and two tenths percent of pay.

10 (b) Upon receipt of this contribution, the Teachers' Retirement System of
11 Louisiana shall promptly pay over to the appropriate designated company or
12 companies an amount equal to:

13 (i) The employer's portion of the normal cost contribution as determined
14 annually by the Public Retirement Systems' Actuarial Committee if payment is
15 remitted pursuant to Item (3)(a)(i) of this Paragraph.

16 (ii) Six and two tenths percent of pay if payment is remitted pursuant to Item
17 (3)(a)(ii) of this Paragraph.

18 (c) All amounts paid over to the appropriate designated company or
19 companies pursuant to this Paragraph shall be credited to the participant's contract
20 or contracts. The Teachers' Retirement System of Louisiana shall retain the balance
21 of the contribution for application to the unfunded accrued liability of the system."