

Regular Session, 2014

HOUSE BILL NO. 23

BY REPRESENTATIVE PEARSON

1 AN ACT

2 To amend and reenact R.S. 11:1789.1(2), 1789.4(1), 1808.4(2), 1841(B), 1842, 1861, and
3 1862(B)(introductory paragraph) and to repeal R.S. 11:1787, 1807, 1862(D), and
4 1863, relative to the Municipal Employees' Retirement System; to provide relative
5 to expenses of the system; to provide relative to funds of the system; to provide
6 relative to employees first hired on or after January 1, 2013; to provide technical
7 changes; and to provide for related matters.

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

11 Be it enacted by the Legislature of Louisiana:

12 Section 1. R.S. 11:1789.1(2), 1789.4(1), 1808.4(2), 1841(B), 1842, 1861, and
13 1862(B)(introductory paragraph) are hereby amended and reenacted to read as follows:

14 §1789.1. Application; definitions

15 Terms not specifically defined in this Section shall have the meanings
16 provided in R.S. 11:1732 unless a different meaning is clearly required by the
17 context. For purposes of Plan A Tier 2:

18 * * *

19 (2) "Member" shall include persons who would be eligible for system
20 membership pursuant to R.S. 11:1751 but whose first employment making them
21 eligible for membership in ~~one of the state systems~~ this system occurred on or after
22 January 1, 2013.

23 * * *

1 are paid to the retirement system for supplemental marshals' earnings be less than
2 seventy-two months, then the actual period on which contributions were paid shall
3 be used to determine average supplemental marshals' earnings used to compute this
4 benefit.

5 * * *

6 §1841. Investment of funds by board of trustees

7 * * *

8 B. The board of trustees annually shall allow regular interest on the amount
9 in the fund at the end of the preceding year in each of the funds with the exception
10 of ~~the expense fund~~ and the annuity savings fund. The amounts so allowed shall be
11 due and payable to ~~said~~ the funds and shall be annually credited thereto by the board
12 of trustees from interest and other earnings on the ~~moneys~~ monies of the retirement
13 system. Any additional amount required to meet the interest on the fund of the
14 system shall be paid from the Pension Accumulation Funds, and any excess of
15 earnings over such amount required shall be paid to the pension accumulation funds.
16 Regular interest shall mean such percentage rate to be compounded annually as shall
17 be determined by the board of trustees on the basis of the interest earnings of the
18 system for the preceding year and of the probable earnings to be made, in the
19 judgment of the board, during the immediate future, such rate to be limited to a
20 maximum of six percent.

21 §1842. Board of trustees as custodian of funds

22 The board of trustees shall be the custodian of the several funds. All expense
23 vouchers and pension payrolls shall be certified by the administrative director. The
24 administrative director shall furnish the board of trustees a surety bond in a company
25 authorized to do business in Louisiana and in such an amount as shall be required by
26 the board, the premium to be paid from the ~~expense~~ expenses of the fund.

27 * * *

28 §1861. General

29 All of the assets of the retirement system shall be credited according to the
30 purpose for which they are held to one of ~~seven~~ eight funds, namely the annuity
31 savings fund A, the annuity savings fund B, the annuity reserve fund A, the annuity
32 reserve fund B, the pension accumulation fund A, the pension accumulation fund B,

