DIGEST

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Peacock   SB No. 13

Present constitution (Art. X, Sect. 29(E)(1)) requires the legislature to establish by law the particular method of actuarial valuation to be employed by each state or statewide retirement system for purposes of attaining and maintaining the actuarial soundness of such system.

Present law (R.S. 11:4(A)(1)(a) and (b)) provides that the La. State Employees' Retirement System (LASERS) and the Teachers' Retirement System of La. (Teachers') are state retirement systems.

Proposed law retains present law.

Present law (R.S. 11:22(B)(6) and (13)) provides that LASERS' and Teachers' valuation method shall be projected unit credit.

Proposed law changes the valuation method of each system to entry age normal, effective with the adoption by the Public Retirement Systems' Actuarial Committee of a valuation for that system utilizing that method.

(Amends R.S. 11:22(B)(6) and (13))

Summary of Amendments Adopted by House

    Committee Amendments Proposed by House Committee on Retirement to the engrossed
        bill.

    1.   Removes proposed law provisions relative to allocations of excess returns to
            unfunded accrued liability of LASERS and TRSL.

    2.   Removes proposed law provisions relative to the cessation of reamortization of
            system debt after application of excess returns.

    3.   Removes proposed law provisions relative to the threshold above which excess
            returns are credited to the LASERS and TRSL experience accounts.