

SENATE SUMMARY OF HOUSE AMENDMENTS

SB 13 By Senator Peacock

KEYWORD AND SUMMARY AS RETURNED TO THE SENATE

RETIREMENT SYSTEMS. Provides for use of entry age normal valuation method by the State Employees' Retirement System and the Teachers' Retirement System. (6/30/14)

SUMMARY OF HOUSE AMENDMENTS TO THE SENATE BILL

1. Removes provisions for allocation of excess returns to unfunded accrued liability of LASERS and TRSL.
2. Removes provisions for cessation of reamortization of system debt after application of excess returns.
3. Removes provisions as to the threshold above which excess returns are credited to the LASERS and TRSL experience accounts.

DIGEST OF THE SENATE BILL AS RETURNED TO THE SENATE

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.

Effective June 30, 2014.

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

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