

RÉSUMÉ DIGEST

HB 40

2016 Regular Session

Reynolds

Existing law provides that during a period of reemployment of a retiree of the Municipal Employees' Retirement System (MERS), his employment income plus his retirement benefit may not exceed his final average compensation; if it does, his retirement benefit is reduced by the excess amount.

New law requires that during the period of reemployment of a retiree who is first reemployed on or after July 1, 2016, the retiree and his employer make contributions to the retirement system. Provides, however, that the retiree shall not receive additional service credit or accrue additional benefits in the retirement system. New law further provides that upon termination of reemployment, employee contributions shall be refunded to the retiree without interest and provides that the retirement system retains the employer contributions and interest.

Effective upon signature of governor (June 17, 2016).

(Amends R.S. 11:1762(A) and (B))