## RÉSUMÉ DIGEST

Bacala

## ACT 92 (HB 22) 2019 Regular Session

Existing law provides that the average final compensation of a member of Municipal Police Employees' Retirement System (MPERS) is based on his annual earned compensation, but does not include overtime.

New law allows for certain overtime payments made by the Baton Rouge Police Department (BRPD) to certain employees who are members of MPERS to be included in the calculation of average final compensation when the overtime payments were of the type on which BRPD was paying contributions to the system prior to Jan. 1, 2018. Provides for payment of actuarial and administrative costs of calculations required by <a href="mailto:new law">new law</a>. Provides that BRPD shall not be required to pay more than \$900, adjusted for inflation, per officer in administrative costs unless there is a disputed calculation. Requires BRPD to pay MPERS \$87,500 for previously incurred administrative expenses.

<u>New law</u> requires the actuary for MPERS and an actuary hired by BRPD to agree, in writing, on the actuarial methodology to be used for the initial certification of the actuarial impact of including overtime in the average final compensation before the initial actuarial certification can be made.

<u>New law</u> requires MPERS and BRPD to mediate any disputes before legal action is commenced by either party.

Effective upon signature of governor (June 4, 2019).

(Adds 11:2225(F))