

RÉSUMÉ DIGEST

ACT 35 (SB 13)

2021 Regular Session

Price

Prior law (R.S. 11:143), relative to La. public retirement systems, provided for the transfer of credit between systems. Provided for transfer of service, actuarial liability, and funds. Provided for the payment of any deficit in funding. Provided for calculation of the portion of the benefit payable by the receiving system based on credit from the transferring system.

Prior law specified that the accrual rate of the transferring system shall be used to calculate that portion of the benefit based on the credit transfer. If the accrual rate of the receiving system is greater than that of the transferring system, prior law allowed the person executing the transfer to purchase the accrual rate of the receiving system. Required payment for purchase of the accrual rate upgrade to be calculated on an actuarial basis.

New law retains prior law.

New law, relative to the State Police Retirement System (SPRS), provides that notwithstanding prior law, any member of the system who has transferred service credit under prior law at an accrual rate lower than the member's accrual rate at SPRS may upgrade the accrual rate of all or a permissible portion of the member's transferred service credit by paying the full actuarial cost.

New law, relative to the State Police Retirement System (SPRS) provides that "permissible portion" pursuant to new law shall be:

- (1) An increment of one full year or more.
- (2) One-time upgrade of the fractional portion of a year.

Effective upon signature of the governor (June 1, 2021).

(Adds R.S. 11:1305.1)