The original instrument and the following digest, which constitutes no part of the legislative instrument, were prepared by LG Sullivan.

## DIGEST

SB 10 Original

## 2022 Regular Session

Morris

<u>Present law</u> allows certain employees of public colleges and universities, who would otherwise become members of the Teachers' Retirement System of La. (Teachers') as a condition of employment, to make an irrevocable election to participate in the optional retirement plan (ORP) instead. Provides two opportunities for a person to join the ORP: at first employment covered by the system or at any time before the person accrues five years of service credit in the regular defined benefit retirement plan.

Proposed law retains present law.

<u>Present law</u> provides that the election to join the ORP in lieu of membership in the regular plan is irrevocable, regardless of when the choice is made.

<u>Present law</u> (R.S. 11:143) generally provides for transfers between La. public retirement or pension systems, plans, and funds.

<u>Proposed law</u> allows an ORP participant to transfer into the Teachers' regular retirement plan. Provides for this transfer to be on an actuarial basis pursuant to <u>present law</u> transfer statutes.

<u>Proposed law</u> specifies that benefit calculation and retirement eligibility after a transfer pursuant to <u>proposed law</u> shall be determined based on the date of the person's first employment making him eligible for state system membership.

Proposed law provides that proposed law terminates on June 30, 2028.

Effective June 15, 2022.

(Adds R.S. 11:926.1)