HLS 22RS-276 ENGROSSED

2022 Regular Session

HOUSE BILL NO. 31

1

BY REPRESENTATIVE TARVER

RETIREMENT/STATE SYSTEMS: (Constitutional Amendment) Dedicates a certain amount of state nonrecurring revenue to state retirement systems for supplemental benefit payments

A JOINT RESOLUTION

2	Proposing to add Article VII, Section 10(D)(2)(g) of the Constitution of Louisiana, to
3	require the use of nonrecurring revenue to make supplemental benefit payments to
4	retirees, beneficiaries, or survivors of state retirement systems; to provide for the
5	amount of such lump sum payments; to provide for submission of the proposed
6	amendment to the electors; and to provide for related matters.
7	Notice of intention to introduce this Act has been published
8	as provided by Article III, Section 13 and Article X, Section
9	29(C) of the Constitution of Louisiana.
10	Section 1. Be it resolved by the Legislature of Louisiana, two-thirds of the members
11	elected to each house concurring, that there shall be submitted to the electors of the state of
12	Louisiana, for their approval or rejection in the manner provided by law, a proposal to add
13	Article VII, Section 10(D)(2)(g) of the Constitution of Louisiana, to read as follows:
14	§10. Expenditure of State Funds
15	* * *
16	(D) Appropriations.
17	* * *

1	(2) Except as otherwise provided in this constitution, the appropriation or
2	allocation of any money designated in the official forecast as nonrecurring shall be
3	made only for the following purposes:
4	* * *
5	(g) Providing a non-recurring lump-sum payment to eligible recipients of
6	state retirement systems. The amount of the payment shall be calculated by dividing
7	the total appropriated amount by the total number of eligible recipients. For the
8	purposes of this Subsubparagraph, the term "eligible recipients" means retirees,
9	beneficiaries, and survivors who were receiving benefits from the system as of June
10	thirtieth the prior fiscal year. The legislature may provide by law for certification to
11	the legislature of the number of eligible recipients there are in each system and the
12	total number of eligible recipients pursuant to the provisions of this
13	Subsubparagraph.
14	* * *
15	Section 2. Be it further resolved that this proposed amendment shall be submitted
16	to the electors of the state of Louisiana at the statewide election to be held on November 8,
17	2022.
18	Section 3. Be it further resolved that on the official ballot to be used at the election,
19	there shall be printed a proposition, upon which the electors of the state shall be permitted
20	to vote YES or NO, to amend the Constitution of Louisiana, which proposition shall read as
21	follows:
22	Do you support an amendment to authorize use of nonrecurring state revenue
23	to pay supplemental retirement benefits to retired state government and
24	school board employees and their beneficiaries and survivors? (Adds Article

DIGEST

The digest printed below was prepared by House Legislative Services. It constitutes no part of the legislative instrument. The keyword, one-liner, abstract, and digest do not constitute part of the law or proof or indicia of legislative intent. [R.S. 1:13(B) and 24:177(E)]

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Abstract: Authorizes the use of nonrecurring state revenue for payment of a nonrecurring, lump-sum payment to certain retirees, beneficiaries, and survivors of the four state retirement systems.

<u>Present constitution</u> limits the ability of the legislature to spend state nonrecurring revenue to particular items. <u>Proposed constitutional amendment retains present constitution</u>.

<u>Proposed constitutional amendment</u> authorizes use of nonrecurring state revenue to pay a nonrecurring, lump-sum payment to retirees, beneficiaries, and survivors receiving a benefit from the four state retirement systems: La. State Employees' Retirement System, Teachers' Retirement System of La., La. School Employees' Retirement System, and the La. State Police Retirement System.

<u>Proposed constitutional amendment</u> provides the retiree, beneficiary, or survivor must have been receiving a benefit by June 30th of the previous fiscal year in order to be eligible for such lump sum payment. Further provides for calculation of the lump-sum payment amount and authorizes the legislature to provide by law for certification to the legislature of the number of eligible recipients at each system.

Provides for submission of the proposed amendment to the voters at the statewide election to be held Nov. 8, 2022.

(Adds Cont. Art. VII, §10(D)(2)(g))

Summary of Amendments Adopted by House

The Committee Amendments Proposed by <u>House Committee on Appropriations</u> to the <u>original</u> bill:

- 1. Remove requirement that legislature appropriate a maximum of \$50,000,000 of nonrecurring revenue each year for payment of the benefits provided in <u>proposed</u> constitutional amendment.
- 2. Make technical changes.