
SENATE COMMITTEE AMENDMENTS

Amendments proposed by Senate Committee on Retirement to Engrossed House Bill No. 37 by Representative Nancy Landry

1 AMENDMENT NO. 1

2 On page 1, line 2, after "To" delete "enact R.S. 11:2093(C)," and insert "amend and reenact
3 R.S. 11:2096,"

4 AMENDMENT NO. 2

5 On page 1, line 9, after "R.S." delete "11:2093(C)" and insert "11:2096"

6 AMENDMENT NO. 3

7 On page 1, line 9, change "enacted" to "amended and reenacted"

8 AMENDMENT NO. 4

9 On page 1, delete lines 10 through 14 and insert the following:

- 10 "§2096. Actuary; appointment; duties and powers
11 A. The board of trustees shall designate an actuary who shall be ~~the a~~
12 technical ~~adviser~~ advisor of the board of trustees on matters regarding the operation
13 of the ~~funds~~ system created by the provisions of this Chapter, and shall perform such
14 other duties as are required ~~in connection therewith~~ by law or by the board of
15 trustees.
16 B. Immediately after the establishment of the retirement system, the actuary
17 shall make such investigation of the mortality, service, and compensation experience
18 of the members of the system as he shall recommend and the board of trustees shall
19 authorize, and on the basis of such investigation he shall recommend for adoption by
20 the board of trustees such tables and such rates as are required in Subsection C of this
21 Section. The board of trustees shall adopt tables and certify rates, and as soon as
22 practicable thereafter the actuary shall make a valuation based on such tables and
23 rates of the assets and liabilities of the ~~funds~~ system created by this Chapter.
24 C. In the year nineteen hundred fifty-six, and at least once in each five-year
25 period thereafter, the actuary shall make an actuarial investigation into the mortality,
26 service, and compensation experience of the members and beneficiaries of the
27 retirement system, and shall make a valuation of the assets and liabilities of the funds
28 of the system, and taking into account the result of such investigation and valuation,
29 the board of trustees shall:
30 (1) Adopt for the retirement system such mortality, service, and other tables
31 as shall be deemed necessary; ~~and,~~
32 (2) Certify the rates of contribution payable by each employer on account of
33 new entrants.
34 D. (1) On the basis of such tables as the board of trustees shall adopt, the
35 actuary shall make an annual valuation of the assets and liabilities of the ~~funds of the~~
36 system created by this Chapter.
37 (2) Any new tables and interest assumptions adopted in accordance with
38 Subsection C of this Section shall be applicable only with respect to persons who are
39 members on the date of adoption. Tables in effect on the date of retirement shall
40 remain applicable with respect to persons who retire prior to the adoption of new
41 tables.
42 E. (1) Effective June 30, 2013, unless different actuarial assumptions are
43 formally adopted and disclosed, as provided in Paragraph (2) of this Subsection, the
44 following assumptions shall determine the actuarial equivalents to be used in this
45 retirement system:

1 (a) Interest shall be compounded at the rate of seven and one-half percent per
2 annum.

3 (b) Annuity rates shall be determined on the basis of the RP-2000 Combined
4 Healthy Table set back three years for males and two years for females.

5 (2) The board of trustees may authorize the use of interest and mortality rates
6 in determining the actuarial equivalents which are different from the actuarial
7 assumptions specified in Paragraph (1) of this Subsection. Any change in such
8 actuarial assumptions shall be considered a part of the plan provisions of this
9 retirement system and shall be considered an amendment to the plan provisions
10 contained in this Section. In order to be effective, such change shall be formally
11 adopted by the board of trustees as a rule or rules promulgated pursuant to the
12 Administrative Procedure Act and disclosed to members of the retirement system.

13 (3) No change in actuarial assumptions shall reduce a member's accrued
14 benefit.

15 Section 2. This Act shall become effective on June 30, 2013; if vetoed by the
16 governor and subsequently approved by the legislature, this Act shall become effective on
17 June 30, 2013, or on the day following such approval by the legislature, whichever is later."