

Montoucet (HB No. 65)

Act No. 503

Existing law provides that the Firefighters' Retirement System (FRS) board of trustees functions as the trustees of the several funds of the system and authorizes the board to invest and reinvest such funds in accordance with existing law requirements regarding fiduciary duty and prudence. Further provides that the board is authorized to hold, purchase, sell, assign, transfer, and dispose of any of the securities and investments in which any of the funds have been invested.

New law authorizes the board of trustees to invest system assets in a group trust. Generally, a group trust is a trust set up to hold the assets of a number of separate retirement plan trusts. New law requires any adoption by the board of group trust provisions to conform with applicable Internal Revenue Service regulations. Further provides that any group trust invested in by the board pursuant to new law is to be treated as part of the system.

Effective upon signature of governor (June 5, 2014).

(Amends R.S. 11:2261(A))