TEACHERS RETIREMENT. Provides for contributions to the optional retirement plan. (2/3 - CA10S29(F)) (6/30/13)

AN ACT

To amend and reenact R.S. 11:927(B), relative to the optional retirement plan for higher education employees participating in the Teachers' Retirement System of Louisiana; to provide for contributions; to provide for an effective date; and to provide for related matters.

Notice of intention to introduce this Act has been published.

Be it enacted by the Legislature of Louisiana:

Section 1. R.S. 11:927(B) is hereby amended and reenacted to read as follows:

§927. Contribution

* * * * *

B.(1) Each employer institution and board shall contribute to the Teachers'
AN ACT

To amend and reenact R.S. 11:927(B), relative to the optional retirement plan for higher education employees participating in the Teachers' Retirement System of Louisiana; to provide for contributions; to provide for an effective date; and to provide for related matters.

Notice of intention to introduce this Act has been published.

Be it enacted by the Legislature of Louisiana:

Section 1. R.S. 11:927(B) is hereby amended and reenacted to read as follows:

§927. Contribution

* * * * * 

B.(1) Each employer institution and board shall contribute to the Teachers' Retirement System of Louisiana on behalf of each participant in the optional retirement plan the greater of:

(a) The same amount it would have contributed if the participant had been a member of the regular retirement plan of the Teachers' Retirement System of...
Louisiana pursuant to R.S. 11:102(D)(1)(c).

(b) The sum of the amounts calculated pursuant to R.S. 11:102(D)(4)(b), (c), and (d) plus xxx percent of pay.

(2) Upon receipt of this contribution, the Teachers' Retirement System of Louisiana shall promptly pay over to the appropriate designated company or companies an amount equal to the employer's portion of the normal cost contribution as determined annually by the Public Retirement Systems' Actuarial Committee, this amount to be credited to the participant's contract or contracts. The Teachers' Retirement System of Louisiana shall retain the balance of this contribution for application to the unfunded accrued liability of the system.

* * *

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

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

DIGEST

Present law, relative to contributions to certain optional retirement systems for higher education employees participating in the Teachers' Retirement System of Louisiana (Teachers'), provides that each employer institution and board shall contribute to Teachers' on behalf of each participant in the optional retirement plan the same amount it would have contributed if the participant had been a member of the regular retirement plan of Teachers'.

Proposed law provides that each employer institution shall contribute to Teachers' on behalf of each participant in the optional retirement plan the greater of:
(1) the amount it would have contributed if the participant had been a member of the
Louisiana shall promptly pay over to the appropriate designated company or companies an amount equal to the employer’s portion of the normal cost contribution as determined annually by the Public Retirement Systems’ Actuarial Committee, this amount to be credited to the participant’s contract or contracts. The Teachers’ Retirement System of Louisiana shall retain the balance of this contribution for application to the unfunded accrued liability of the system.

* * * * *

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

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

DIGEST

Present law, relative to contributions to certain optional retirement systems for higher education employees participating in the Teachers’ Retirement System of Louisiana (Teachers’), provides that each employer institution and board shall contribute to Teachers’ on behalf of each participant in the optional retirement plan the same amount it would have contributed if the participant had been a member of the regular retirement plan of Teachers’.

Proposed law provides that each employer institution shall contribute to Teachers’ on behalf of each participant in the optional retirement plan the greater of:

1. the amount it would have contributed if the participant had been a member of the regular retirement plan of Teachers’; or
2. the payment for the unfunded accrued liability calculated pursuant to present law plus xxx% of the participant’s pay.

Present law provides that upon receipt of this contribution, Teachers’ shall promptly pay over to the appropriate designated company or companies an amount equal to the employer’s portion of the normal cost contribution as determined annually by the Public Retirement Systems’ Actuarial Committee, this amount to be credited to the participant’s contract or contracts.

Coding: Words which are struck through are deletions from existing law; words in boldface type and underscored are additions.
contracts. Provides that Teachers' shall retain the balance of this contribution for application to the unfunded accrued liability of the system.

Proposed law retains present law.

Effective June 30, 2013.

(Amends R.S. 11:927(B))