

Regular Session, 2011

HOUSE BILL NO. 425

BY REPRESENTATIVES STIAES, ABRAMSON, ARNOLD, AUSTIN BADON,
BISHOP, HENDERSON, LEGER, AND MORENO AND SENATORS MORRELL
AND WILLARD-LEWIS

1 AN ACT

2 To amend and reenact R.S. 11:3821(B), (C)(introductory paragraph), and (D) and to enact
3 R.S. 11:3821(E), relative to the Employees' Retirement System of the Sewerage and
4 Water Board of the city of New Orleans, provides for governance of such system;
5 to grant the board of trustees of such system jurisdiction, control, and management
6 of the system; to provide with respect to membership of the board of trustees; and
7 to provide for related matters.

8 Notice of intention to introduce this Act has been published
9 as provided by Article III, Section 13 and Article X, Section
10 29(C) of the Constitution of Louisiana.

11 Be it enacted by the Legislature of Louisiana:

12 Section 1. R.S. 11:3821(B), (C)(introductory paragraph), and (D) are hereby
13 amended and reenacted and R.S. 11:3821(E) is hereby enacted to read as follows:

14 §3821. Creation; contributions; management; investments; board of trustees

15 * * *

16 B. The pension fund shall be under the jurisdiction, control, and management
17 of the board of trustees of the retirement system and shall be used for no other
18 purpose than to pay pensions to employees and may pay plan sponsorship fees under
19 the rules and regulations adopted by the board of trustees of the retirement system.
20 Plan sponsorship fees include but are not limited to fees for money management,
21 investment services, and custodial services.

22 C. The ~~Sewerage and Water Board~~ board of trustees of the retirement system
23 may make such rules and regulations as it deems proper to carry out the purposes and

1 objects of this Part in regard to pensions to be paid to its employees, subject to the
2 following restrictions:

3 * * *

4 D. Notwithstanding any provision of law to the contrary, the ~~Sewerage and~~
5 ~~Water Board of the city of New Orleans~~ board of trustees of the retirement system
6 may invest no more than sixty-five percent of the pension fund portfolio in equities,
7 and no more than twenty-five percent of the pension fund shall be invested in any
8 single equity.

9 E. The board of trustees of the Employees' Retirement System of the
10 Sewerage and Water Board of the city of New Orleans shall be composed of:

11 (1) The members of the Sewerage and Water Board of New Orleans as
12 provided in R.S. 33:4071.

13 (2) The three duly elected employee members of the pension committee,
14 which committee is defined and described in the rules and regulations of the
15 retirement system.

16 (3) The one retiree member of the pension committee, which committee is
17 defined and described in the rules and regulations of the retirement system.

18 Section 2. This Act shall become effective on July 1, 2011; if vetoed by the governor
19 and subsequently approved by the legislature, this Act shall become effective on July 1,
20 2011, or on the day following such approval by the legislature, whichever is later.

SPEAKER OF THE HOUSE OF REPRESENTATIVES

PRESIDENT OF THE SENATE

GOVERNOR OF THE STATE OF LOUISIANA

APPROVED: _____