

SENATE BILL NO. 14

BY SENATOR GUILLORY

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AN ACT

To amend and reenact R.S. 11:102(B)(3)(d)(vi), relative to the liabilities of the Louisiana School Employees' Retirement System; to provide for payment of such liabilities; to provide for employer 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. 11:102(B)(3)(d)(vi) is hereby amended and reenacted to read as follows:

§102. Employer contributions; determination; state systems

\* \* \*

B.(1)

\* \* \*

(3) With respect to each state public retirement system, the actuarially required employer contribution for each fiscal year, commencing with Fiscal Year 1989-1990, shall be that dollar amount equal to the sum of:

\* \* \*

(d) That fiscal year's payment, computed as of the first of that fiscal year and projected to the middle of that fiscal year at the actuarially assumed interest rate, necessary to amortize changes in actuarial liability due to:

\* \* \*

(vi) (aa) Except as provided in Subitem (bb) of this Item, Effective **effective** July 1, 2004, and beginning with Fiscal Year 2000-2001, the amortization period for the changes, gains, or losses of the Louisiana School Employees' Retirement System provided in Items (i) through (iv) of this Subparagraph ~~and for any changes, gains, or losses attributable to the cash balance plan~~ shall be thirty years, or in accordance with standards promulgated by the Governmental Accounting

1 Standards Board, from the year in which the change, gain, or loss occurred. The  
 2 outstanding balances of amortization bases established pursuant to Items (i) through  
 3 (iv) of this Subparagraph before Fiscal Year 2000-2001, shall be amortized as a level  
 4 dollar amount from July 1, 2004, through June 30, 2029. Beginning with Fiscal Year  
 5 2003-2004, and for each fiscal year thereafter, the outstanding balances of  
 6 amortization bases established pursuant to Items (i) through (iv) of this Subparagraph  
 7 shall be amortized as a level dollar amount.

8 **(bb) All outstanding amortization bases in existence on June 30, 2014,**  
 9 **including outstanding balances established pursuant to Subparagraph (c) of this**  
 10 **Paragraph, shall be consolidated and reamortized over the period ending June**  
 11 **30, 2044, with level dollar payments, effective with the June 30, 2014, valuation.**  
 12 **This Subsection shall not apply to amortization bases established after June 30,**  
 13 **2014.**

14 \* \* \*

15 Section 2. This Act shall take effect and become operative if the Act which  
 16 originated as House Bill No. 42 of this 2014 Regular Session of the Legislature is enacted  
 17 and becomes effective.

18 Section 3. This Act shall become effective on June 30, 2014; if vetoed by the  
 19 governor and subsequently approved by the legislature, this Act shall become effective on  
 20 June 30, 2014, or on the day following such approval by the legislature, whichever is later.

\_\_\_\_\_  
 PRESIDENT OF THE SENATE

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 SPEAKER OF THE HOUSE OF REPRESENTATIVES

\_\_\_\_\_  
 GOVERNOR OF THE STATE OF LOUISIANA

APPROVED: \_\_\_\_\_