SLS 24RS-72

ORIGINAL

2024 Regular Session

SENATE BILL NO. 378

BY SENATOR BARROW

FIREFIGHTERS RETIREMENT. Provides relative to the unfunded accrued liabilities of the Firefighters' Retirement System. (7/1/24)

1	AN ACT
2	To amend and reenact R.S. 11:42(B)(3), relative to the Firefighters' Retirement System; to
3	provide for the amortization of unfunded accrued liabilities; to provide for an
4	effective date; and to provide for related matters.
5	Notice of intention to introduce this Act has been published.
6	Be it enacted by the Legislature of Louisiana:
7	Section 1. R.S. 11:42(B)(3) is hereby amended and reenacted to read as follows:
8	§42. Unfunded accrued liabilities; amortization
9	* * *
10	B. The provisions of this Subsection shall be implemented and accomplished
11	by the governing authorities of the state and statewide public retirement systems as
12	follows:
13	* * *
14	(3) Firefighters' Retirement System. Effective beginning with the $2019 2024$
15	valuation, the outstanding balance of the unfunded accrued liability, except
16	unamortized merger bases, shall be frozen, combined, and reamortized over fifteen
17	twenty-five years with payments decreasing by one percent per year. All future

Page 1 of 2 Coding: Words which are struck through are deletions from existing law; words in **boldface type and underscored** are additions.

1	actuarial experience gains and losses, contribution gains and losses, gains and losses
2	arising from changes in benefits, and gains and losses arising from changes in
3	assumptions shall be included in the calculation of the normal cost through frozen
4	initial liability funding method.
5	* * *
6	Section 2. This Act shall become effective on July 1, 2024; if vetoed by the governor

7 and subsequently approved by the legislature, this Act shall become effective on the day

8 following such approval by the legislature or July 1, 2024, whichever is later.

The original instrument and the following digest, which constitutes no part of the legislative instrument, were prepared by Alana M. Perrin.

SB 378 Original

DIGEST 2024 Regular Session

Barrow

<u>Present law</u> provides, beginning with the 2019 valuation, that the outstanding balance of the unfunded accrued liability (UAL) of the Firefighters' Retirement System, except unamortized merger bases, is frozen, combined, and reamortized, over 15 years with payments decreasing by one percent per year; and future gains and losses are to be included in the calculation of the normal cost through the frozen initial liability funding method.

<u>Proposed law</u> retains <u>present law</u> but requires that the outstanding balance of the UAL be reamortized over 25 years beginning with the 2024 valuation.

Effective July 1, 2024.

(Amends R.S. 11:42(B)(3))