

2015 Regular Session

HOUSE BILL NO. 11

BY REPRESENTATIVE PRICE

Prefiled pursuant to Article III, Section 2(A)(4)(b)(i) of the Constitution of Louisiana.

RETIREMENT/SCHOOL EMPS: Provides exceptions, in certain circumstances, to required employer payment of Louisiana School Employees' Retirement System unfunded accrued liability

1 AN ACT

2 To amend and reenact R.S. 11:1195.1(A) and 1195.2(A) and to enact R.S. 11:1195.1(D) and
3 1195.2(D), relative to required employer payments of unfunded accrued liability due
4 to termination of employees and elimination of positions covered by the Louisiana
5 School Employees' Retirement System; to provide exceptions to such required
6 payments in certain circumstances; and to provide for related matters.

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

10 Be it enacted by the Legislature of Louisiana:

11 Section 1. R.S. 11:1195.1(A) and 1195.2(A) are hereby amended and reenacted and
12 R.S. 11:1195.1(D) and 1195.2(D) are hereby enacted to read as follows:

13 §1195.1. Unfunded accrued liability; payment by employer

14 A. Notwithstanding any other provision of law, if an employer terminates a
15 group of employees belonging to this system by eliminating the positions held by
16 those employees through privatizing, outsourcing, contracting the service with a
17 private employer, or any other means other than attrition or force reduction, then the
18 employer shall remit that portion of the unfunded accrued liability existing on June

Present law (R.S. 11:1195.1 and 1195.2) requires an employer that terminates a group of employees or a position covered by LSERS to remit to the retirement system any UAL attributable to those terminated positions.

Proposed law provides an exception to present law, removes the requirement for employer UAL payment if the position is eliminated due to attrition or force reduction.

Further provides that the present law employer payment is not required if an employee whose position is eliminated is retained by the employer in another position that is covered by LSERS.

Effective upon signature of governor or lapse of time for gubernatorial action.

(Amends R.S. 11:1195.1(A) and 1195.2(A); Adds R.S. 11:1195.1(D) and 1195.2(D))