

PUBLIC RETIREMENT SYSTEMS' ACTUARIAL COMMITTEE

February 1, 2008
9:00 a.m. - 12:00 p.m.
House Committee Room 3
State Capitol
Baton Rouge, Louisiana

Minutes

1. Call to Order

Commissioner Davis called the meeting to order at 9:08 a.m.

2. Roll Call

Ms. LeAnne Laviolette called the roll.

Members Present: Angele Davis, Commissioner of Administration; Gary Hall, Director of Fiscal Control, designee for Treasurer John Kennedy; Representative Joel Robideaux, designee for Speaker Tucker; Senator Butch Gautreaux, designee for President Chaisson; Mr. Gary Curran, Actuary; Mr. Charles Hall, Actuary; Mr. Tom Rice, Legislative Actuary.

Members Absent: None.

3. Election of Officers

A motion was made by Mr. Gary Hall and seconded by Rep. Robideaux to elect Commissioner Davis as Chairperson. There was no objection, and the motion passed unanimously.

A motion was made by Rep. Robideaux and seconded by Sen. Gautreaux to elect the representative from the Treasurer's Office (Mr. Gary Hall) as Vice-Chairman. There was no objection, and the motion passed unanimously.

3. Approval of Minutes

Mr. Gary Hall moved to approve the minutes from the September 5, 2007 meeting of the committee. Rep. Robideaux seconded the motion. There was no objection, and the motion passed unanimously.

4. State System Reports

A. Louisiana State Employees' Retirement System

Ms. Shelly Johnson presented the valuation report of the system.

Mr. Charles Hall moved to set the FY 08/09 employer contribution rate at 18.5%, the employer normal cost rate at 7.3229%, approve the payment amounts for Alcohol and Tobacco Control Officers and Peace Officers, and to approve the report for the system. Mr. Rice seconded the motion. There was no objection, and the motion passed unanimously.

B. Teachers' Retirement System of Louisiana

Ms. Johnson presented the valuation report of the system.

Mr. Charles Hall moved to set the FY 08/09 employer contribution rate at 15.5%, the employer normal cost rate at 6.9453%, and to approve the report for the system. Mr. Rice seconded the motion. There was no objection, and the motion passed unanimously.

C. Louisiana School Employees' Retirement System

Mr. Charles Hall presented the valuation report of the system.

Mr. Charles Hall moved to set the FY 08/09 employer contribution rate at 17.8% and to approve the report for the system. Mr. Rice seconded the motion. There was no objection, and the motion passed unanimously.

D. Louisiana State Police Retirement System

Mr. Charles Hall presented the valuation report of the system.

Mr. Charles Hall moved to set the FY 08/09 employer contribution rate at 27.3%, with the insurance premium tax allocation of \$1.5 million, and to approve the report for the system. Sen. Gautreaux seconded the motion. There was no objection, and the motion passed unanimously.

Mr. Rice moved to recommend to the Joint Legislative Retirement Committee changing the amortization schedule from an increasing payment to a level payment for the Louisiana State Police Retirement System. Sen. Gautreaux seconded the motion. There was no objection, and the motion passed unanimously.

Mr. Rice moved to recommend to the Joint Legislative Retirement Committee changing the amortization schedule from an increasing payment to level payment for the other state systems. Sen. Gautreaux seconded the motion. There was no objection, and the motion passed unanimously.

5. Statewide System Reports

A. Municipal Police Employees Retirement System

Mr. Charles Hall presented the valuation report of the system.

Mr. Charles Hall moved to set the FY 08/09 employer contribution rate at 9.5%, with the insurance premium tax allocation of \$14,455,288, and to approve the report for the system. Mr. Rice seconded the motion. There was no objection, and the motion passed unanimously.

B. Firefighters Retirement System

Mr. Curran presented the valuation report of the system.

Mr. Curran moved to set the FY 08/09 employer contribution rate at 12.5%, with the insurance premium tax allocation of \$20,521,771, and to approve the report for the system. Sen. Gautreaux seconded the motion. There was no objection, and the motion passed unanimously.

C. Sheriffs' Pension and Relief Fund

Mr. Curran presented the valuation report of the system.

Mr. Curran moved to set the FY 08/09 employer contribution rate at 7.5%, with the insurance premium tax allocation of \$14,455,288, and to approve the report for the system. Mr. Charles Hall seconded the motion. There was no objection, and the motion passed unanimously.

D. Clerks' of Court Retirement and Relief Fund

Mr. Curran presented the valuation report of the system.

Mr. Curran moved to set the FY 08/09 employer contribution rate at 11.25%, with full ad valorem and revenue sharing, and to approve the report for the system. Mr. Gary Hall seconded the motion. There was no objection, and the motion passed unanimously.

E. District Attorneys' Retirement System

Mr. Curran presented the valuation report of the system.

Mr. Curran moved to set the FY 08/09 employer contribution rate at 0%, with an ad valorem rate of 0.17% (.0017) and full revenue sharing, and to approve the report for the system. Mr. Gary Hall seconded the motion. There was no objection, and the motion passed unanimously.

F. Municipal Employees Retirement System Plan A and Plan B

Mr. Curran presented the valuation report of the system.

Mr. Curran moved to set the FY 08/09 employer contribution rate at 10.75% for Plan A and 4.75% for Plan B, with full ad valorem and revenue sharing for both, and to approve the report for the system. Mr. Rice seconded the motion. There was no objection, and the motion passed unanimously.

G. Registrars of Voters Employees' Retirement System

Mr. Curran presented the valuation report of the system.

Mr. Curran moved to set the FY 08/09 employer contribution rate at 2%, with full ad valorem and revenue sharing, and to approve the report for the system. Mr. Rice seconded the motion. There was no objection, and the motion passed unanimously.

6. Other Business

Ms. Laura Gail Sullivan made several suggestions for potential legislative changes regarding PRSAC.

Mr. Rice moved to request that Ms. Sullivan assist in preparing her suggestions as recommended changes to the legislature in time for the legislative session. Sen. Gautreaux seconded the motion. There was no objection, and the motion passed unanimously.

7. Adjournment

There was no other business to come before the committee, and Rep. Robideaux moved to adjourn. Mr. Gary Hall seconded the motion. There was no objection, and the meeting was adjourned at 10:50 a.m.

APPROVED BY PRSAC COMMITTEE: 10/2/2008