

ADVISORY GROUP ON Civil Service and Employee Benefits

PROPOSAL #: AGCS #51

SUBJECT: Purchase of retirement service credit

DATE ADOPTED BY ADVISORY GROUP: November 23, 2009

COMMISSION ACTION: _____

DATE: _____

RECOMMENDATION: The legislature should consider allowing members of the Louisiana State Employees' Retirement System to purchase service credit to be used for purposes of eligibility by paying the full actuarial cost; the legislature may choose to restrict this to members who have attained the age at which they would be eligible to retire but who lack five years or less in service credit to become eligible, and to require the member to retire within 30 days of such purchase.

Summary Description/Nature of Change	Key/Implementation Responsibilities	Need	Action Needed	Benefit/Saving	Done/ Study
The legislature should consider allowing members of the Louisiana State Employees' Retirement System to purchase service credit to be used for purposes of eligibility; the legislature may choose to restrict this to members who have attained the age at which they would be eligible to retire but who lack five years or less in service credit to become eligible, and to require the member to retire within 30 days of such purchase.	Legislature	To make more state employees eligible to leave state service voluntarily.	Statutory change	More state employees would be able to leave service by retiring	