NOTICE OF INTENT

PAROCHIAL EMPLOYEES' RETIREMENT SYSTEM

In accordance with R.S. 49:950 et seq., the Administrative Procedure Act, notice is hereby given that the Board of Trustees for the Parochial Employees' Retirement System of Louisiana has approved for advertisement these rules for the determination of the unfunded accrued liability under La. R.S. 11:1903(F). The proposed Rules are being adopted pursuant to La. R.S. 11:1983(A)(1) which provides that the board of trustees shall promulgate rules that facilitate the proper functioning of this system. A preamble to this proposed action has not been prepared.

LAC 58:XI, Chapter 7, Terminations, Section 701:

PROCEDURES FOR DETERMINATION OF THE UNFUNDED ACCRUED LIABILITY UNDER LA. R.S. 11:1903(F) OF PAROCHIAL EMPLOYEES' RETIREMENT SYSTEM OF LOUISIANA

The unfunded accrued liability calculated pursuant to R.S. 11:1903F shall be determined in a manner consistent with Statement 68 of the Governmental Accounting Standards Board. That is the following: the portion of the unfunded accrued liability attributable to the employer's termination shall be a pro rata portion of the allocated share of the net pension liability (as per Statement 68) for the prospective termination of the December 31 immediately preceding the date of termination. The pro rata share shall be determined as one minus the ratio of the present value of future salaries for the current active members of the terminating entity to the present value of future salaries of the active group assuming replacement of terminated employees based on a general increase in payroll as a function of the inflation assumption implicit in the valuation assumptions.

Family Impact Statement

The proposed rule for the determination of the unfunded accrued liability under La. R.S. 11:1903(F) of Parochial Employees' Retirement System of Louisiana should not have any known or foreseeable impact on any family as defined by R.S. 49:972 or on family formation, stability and autonomy. Specifically, there should be no known or foreseeable effect on:

1. The stability of the family;
2. The authority and rights of parents regarding the education and supervision of their children;
3. The functioning of the family;
4. Family earnings and family budget;
5. The behavior and personal responsibility of children; or
6. The ability of the family or a local government to perform the function as contained in the proposed Rules.

Poverty Impact Statement

In compliance with Act 854 of the 2012 Regular Session of the Louisiana Legislature, the poverty impact of the proposed rules has been considered. It is anticipated that this proposed Rule will have no impact on child, individual, or family poverty in relation to individual or community asset development as described in La. R.S. 49:973. Specifically, there should be no known or foreseeable effect on:

1. Household income, assets, and financial security.
2. Early childhood development and preschool through postsecondary education development.
3. Employment and workforce development.
4. Taxes and tax credits.
5. Child and dependent care, housing, health care, nutrition, transportation, and utilities assistance.

Provider Impact Statement

In compliance with House Concurrent Resolution (HCR) 170 of the 2014 Regular Session of the Louisiana Legislature, the provider impact of this proposed Rule has been considered. It is anticipated that this proposed Rule will have no impact on the staffing level requirements or qualifications required to provide the same level of service, no direct or indirect cost to the provider to provide the same level of service, and will have no impact on the provider's ability to provide the same level of service as described in HCR 170.

Public Comments

Any interested person may submit written data, views, arguments or comments regarding these proposed rules to Dainna Tully, Administrative Director of Parochial Employees' Retirement System of Louisiana, by mail to 7905 Wrenwood Blvd., Baton Rouge, LA 70809. All comments must be received no later than July 1, 2016.