

THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 498

Session of
1987

INTRODUCED BY ITKIN, JOHNSON, TRELLO, PRESTON, PISTELLA, COHEN,
DALEY, BUNT, KENNEY AND WIGGINS, FEBRUARY 25, 1987

SENATOR TILGHMAN, APPROPRIATIONS, IN SENATE, RE-REPORTED AS
AMENDED, JUNE 20, 1988

AN ACT

1 Amending ~~Title~~ TITLES 24 (EDUCATION) AND 71 (State Government) <—
2 of the Pennsylvania Consolidated Statutes, to include certain
3 Federal service as nonstate service; FURTHER PROVIDING FOR <—
4 SPECIAL EARLY RETIREMENT; AND PROVIDING FOR FURTHER
5 SUPPLEMENTED ANNUITIES.

6 The General Assembly of the Commonwealth of Pennsylvania
7 hereby enacts as follows:

8 SECTION 1. THE INTRODUCTORY PARAGRAPH AND PARAGRAPH (3) OF <—
9 SECTION 8312 AND SECTION 8328(D) OF TITLE 24 OF THE PENNSYLVANIA
10 CONSOLIDATED STATUTES ARE AMENDED TO READ:

11 § 8312. ELIGIBILITY FOR SPECIAL EARLY RETIREMENT.

12 NOTWITHSTANDING ANY PROVISIONS OF THIS TITLE TO THE CONTRARY,
13 FOR THE PERIOD ONLY OF JULY 1, 1985 TO JUNE 30, [1989] 1990, THE
14 FOLLOWING SPECIAL EARLY RETIREMENT PROVISIONS SHALL BE
15 APPLICABLE TO SPECIFIED ELIGIBLE MEMBERS AS FOLLOWS:

16 * * *

17 (3) DURING THE PERIOD OF JULY 1, 1987 TO JUNE 30, [1989]
18 1990, A MEMBER WHO HAS CREDIT FOR AT LEAST 30 ELIGIBILITY

POINTS SHALL BE ENTITLED, UPON TERMINATION OF SERVICE AND
FILING OF A PROPER APPLICATION, TO RECEIVE A MAXIMUM SINGLE
LIFE ANNUITY CALCULATED PURSUANT TO SECTION 8342 WITHOUT ANY
REDUCTION BY VIRTUE OF AN EFFECTIVE DATE OF RETIREMENT WHICH
IS UNDER THE SUPERANNUATION AGE.

§ 8328. ACTUARIAL COST METHOD.

* * *

(D) SUPPLEMENTAL ANNUITY CONTRIBUTION RATE.--CONTRIBUTIONS
FROM THE COMMONWEALTH AND OTHER EMPLOYERS REQUIRED TO PROVIDE
FOR THE PAYMENT OF SUPPLEMENTAL ANNUITIES TO ANNUITANTS AS
PROVIDED IN SECTION 8348 (RELATING TO SUPPLEMENTAL ANNUITIES)
SHALL BE DETERMINED AS A PERCENTAGE OF THE TOTAL COMPENSATION OF
ALL ACTIVE MEMBERS DURING THE PERIOD FOR WHICH THE AMOUNT IS
CERTIFIED AS SUFFICIENT TO FUND THE LIABILITIES OF THE
SUPPLEMENTAL RETIREMENT ALLOWANCE ACCOUNT AS A LEVEL PERCENTAGE
OVER A PERIOD OF 30 YEARS FROM JULY 1, 1967. IN THE EVENT THAT
ANNUITIES ARE INCREASED BY LEGISLATION ENACTED SUBSEQUENT TO
JULY 1, 1974, THE ADDITIONAL LIABILITY FOR THE INCREASE IN
BENEFITS TO ANNUITANTS SHALL BE FUNDED SIMILARLY AS A LEVEL
PERCENTAGE OVER A PERIOD OF 20 YEARS FROM THE FIRST DAY OF JULY
COINCIDENT WITH OR NEXT FOLLOWING THE EFFECTIVE DATE OF SUCH
LEGISLATION. NOTWITHSTANDING THE FOREGOING, THE ADDITIONAL
LIABILITY ON ACCOUNT OF ANY INCREASE IN ANNUITIES WHICH IS
EFFECTIVE JULY 1, 1979 SHALL BE FUNDED BY LEVEL ANNUAL PAYMENTS
OVER A PERIOD OF 20 YEARS BEGINNING JULY 1, 1980. THE ADDITIONAL
LIABILITY ON ACCOUNT OF ANY INCREASE IN ANNUITIES WHICH IS
EFFECTIVE JULY 1, 1984 SHALL BE FUNDED BY LEVEL ANNUAL PAYMENTS
OVER A PERIOD OF 20 YEARS BEGINNING JULY 1, 1984. THE ADDITIONAL
LIABILITY ON ACCOUNT OF ANY INCREASE IN ANNUITIES WHICH IS
EFFECTIVE OCTOBER 1, 1988 SHALL BE FUNDED BY LEVEL ANNUAL

1 PAYMENTS OVER A PERIOD OF 20 YEARS BEGINNING JULY 1, 1988.

2 SECTION 2. TITLE 24 IS AMENDED BY ADDING A SECTION TO READ:

3 § 8348.2. FURTHER ADDITIONAL SUPPLEMENTAL ANNUITIES.

4 (A) BENEFITS.--COMMENCING WITH THE FIRST MONTHLY ANNUITY
5 PAYMENT AFTER OCTOBER 1, 1988, ANY ELIGIBLE BENEFIT RECIPIENT
6 SHALL BE ENTITLED TO RECEIVE A FURTHER ADDITIONAL MONTHLY
7 SUPPLEMENTAL ANNUITY FROM THE SYSTEM. THIS SHALL BE IN ADDITION
8 TO THE SUPPLEMENTAL ANNUITIES PROVIDED FOR IN SECTIONS 8348
9 (RELATING TO SUPPLEMENTAL ANNUITIES) AND 8348.1 (RELATING TO
10 ADDITIONAL SUPPLEMENTAL ANNUITIES).

11 (B) AMOUNT OF ADDITIONAL SUPPLEMENTAL ANNUITY.--THE AMOUNT
12 OF THE ADDITIONAL MONTHLY SUPPLEMENTAL ANNUITY SHALL BE THE
13 TOTAL OF THE FOLLOWING:

14 (1) ONE DOLLAR MULTIPLIED BY THE NUMBER OF YEARS OF
15 CREDITED SERVICE.

16 (2) TWO DOLLARS MULTIPLIED BY THE NUMBER OF YEARS ON
17 RETIREMENT.

18 (3) TWO PERCENT OF THE MONTHLY ANNUITY BEING RECEIVED ON
19 OCTOBER 1, 1988, BUT NOT MORE THAN \$20.

20 (C) PAYMENT.--THE ADDITIONAL MONTHLY SUPPLEMENTAL ANNUITY
21 PROVIDED FOR IN THIS SECTION SHALL BE PAID AUTOMATICALLY UNLESS
22 THE INTENDED RECIPIENT FILES A WRITTEN NOTICE WITH THE SYSTEM
23 REQUESTING THAT THE ADDITIONAL MONTHLY SUPPLEMENTAL ANNUITY NOT
24 BE PAID.

25 (D) CONDITIONS.--THE ADDITIONAL SUPPLEMENTAL ANNUITY
26 PROVIDED FOR IN THIS SECTION SHALL BE PAYABLE UNDER THE SAME
27 TERMS AND CONDITIONS AS PROVIDED UNDER THE OPTION PLAN IN EFFECT
28 AS OF SEPTEMBER 30, 1988.

29 (E) BENEFITS PAID TO BENEFICIARIES OR SURVIVORS.--NO
30 SUPPLEMENTAL ANNUITY ENACTED AFTER THE DEATH OF THE MEMBER SHALL

1 BE PAYABLE TO THE BENEFICIARY OR SURVIVOR ANNUITANT OF THE
2 DECEASED MEMBER.

3 (F) FUNDING.--THE ACTUARY SHALL ANNUALLY CERTIFY THE AMOUNT
4 OF COMMONWEALTH APPROPRIATIONS FOR THE NEXT FISCAL YEAR NEEDED
5 TO FUND, OVER A PERIOD OF 20 YEARS FROM THE FIRST DAY OF THE
6 FISCAL YEAR DURING WHICH THIS SECTION BECOMES EFFECTIVE, THE
7 ADDITIONAL MONTHLY SUPPLEMENTAL ANNUITY PROVIDED FOR IN THIS
8 SECTION. THE BOARD SHALL SUBMIT THE ACTUARY'S CERTIFICATION TO
9 THE SECRETARY OF THE BUDGET ON OR BEFORE NOVEMBER 1 OF EACH
10 YEAR. IF, IN ANY YEAR AFTER 1988, THE AMOUNT CERTIFIED IS
11 DISAPPROVED UNDER SECTION 610 OF THE ACT OF APRIL 9, 1929
12 (P.L.177, NO.175), KNOWN AS THE ADMINISTRATIVE CODE OF 1929, AS
13 INSUFFICIENT TO MEET THE FUNDING REQUIREMENTS OF THIS SUBSECTION
14 OR IS NOT APPROPRIATED ON OR BEFORE JULY 1, THE ADDITIONAL
15 SUPPLEMENTAL ANNUITY PROVIDED FOR IN THIS SECTION SHALL BE
16 SUSPENDED UNTIL SUCH TIME AS AN AMOUNT CERTIFIED AND APPROVED AS
17 SUFFICIENT IS APPROPRIATED.

18 (G) DEFINITIONS.--AS USED IN THIS SECTION THE FOLLOWING
19 WORDS AND PHRASES SHALL HAVE THE MEANINGS GIVEN TO THEM IN THIS
20 SUBSECTION:

21 "ELIGIBLE BENEFIT RECIPIENT." A PERSON WHO IS RECEIVING A
22 SUPERANNUATION, WITHDRAWAL OR DISABILITY ANNUITY AND WHO
23 COMMENCED RECEIPT OF THAT ANNUITY ON OR PRIOR TO JULY 1, 1987,
24 BUT THE SUPPLEMENTAL ANNUITIES SHALL NOT BE PAYABLE TO AN
25 ANNUITANT RECEIVING A WITHDRAWAL ANNUITY PRIOR TO THE FIRST DAY
26 OF JULY COINCIDENT WITH OR FOLLOWING THE ANNUITANT'S ATTAINMENT
27 OF SUPERANNUATION AGE.

28 "YEARS OF CREDITED SERVICE." THE NUMBER OF FULL YEARS OF
29 SERVICE AS A MEMBER TO THE CREDIT OF EACH BENEFIT RECIPIENT,
30 WHICH YEARS OF SERVICE NEED NOT HAVE BEEN CONTINUOUS.

1 "YEARS ON RETIREMENT." THE NUMBER OF FULL YEARS AS OF JULY
2 1, 1988 WHICH HAVE ELAPSED SINCE THE ELIGIBLE BENEFIT RECIPIENT
3 COMMENCED THE RECEIPT OF AN ANNUITY AND DURING WHICH THE
4 ELIGIBLE BENEFIT RECIPIENT RECEIVED AN ANNUITY.

5 Section ~~±~~ 3. ~~Section 5304(e)~~ SECTIONS 5304(C) AND 5308.1 of <—
6 Title 71 ~~of the Pennsylvania Consolidated Statutes is~~ ARE <—
7 amended to read:

8 § 5304. Creditable nonstate service.

9 * * *

10 (c) Limitations on nonstate service.--Creditable nonstate
11 service credit shall be limited to:

12 (1) intervening military service;

13 (2) other military service not exceeding five years;

14 (3) service in any public school or public educational
15 institution in any state other than this Commonwealth or in
16 any territory or area under the jurisdiction of the United
17 States; or service as an administrator, teacher, or
18 instructor in the field of education for any agency or
19 department of the government of the United States, whether or
20 not such area was under the jurisdiction of the United
21 States, the total of such service not exceeding the lesser of
22 ten years or the number of years of active membership in the
23 system, as an officer or employee of the Department of
24 Education or as an administrator, teacher, or instructor
25 employed in any State-owned educational institution or The
26 Pennsylvania State University; [or]

27 (4) previous service with a governmental agency other
28 than the Commonwealth which employment with said agency was
29 terminated because of the transfer by statute of the
30 administration of such service or of the entire agency to the

Commonwealth[.]; ~~or~~

(5) service as a temporary Federal employee assigned to an air quality control complement for the Pennsylvania Department of Environmental Resources at any time during the period of 1970 through 1975. This service time may be purchased only if the member makes an election to purchase within one year of the effective date of this paragraph and the member shall pay an amount which is equal to the full actuarial cost of the increased benefit obtained by virtue of the purchase as provided in section 5505(f); OR

(6) SERVICE IN THE CADET NURSE CORPS WITH RESPECT TO ANY PERIOD OF TRAINING AS A STUDENT OR GRADUATE NURSE UNDER A PLAN APPROVED UNDER SECTION 2 OF THE ACT OF JUNE 15, 1943 (PUBLIC LAW 78-73, 57 STAT. 153), IF THE TOTAL PERIOD OF TRAINING UNDER SUCH PLAN WAS AT LEAST TWO YEARS, THE CREDIT FOR SUCH SERVICE NOT TO EXCEED THREE YEARS.

* * *

§ 5308.1. ELIGIBILITY FOR SPECIAL EARLY RETIREMENT.

NOTWITHSTANDING ANY PROVISIONS OF THIS TITLE TO THE CONTRARY, FOR THE PERIOD ONLY OF JULY 1, 1985 TO JUNE 30, [1989] 1990, THE FOLLOWING SPECIAL EARLY RETIREMENT PROVISIONS SHALL BE APPLICABLE TO SPECIFIED ELIGIBLE MEMBERS AS FOLLOWS:

(1) DURING THE PERIOD OF JULY 1, 1985 TO JUNE 30, [1989] 1990, AN ACTIVE MEMBER WHO HAS ATTAINED THE AGE OF AT LEAST 53 YEARS AND HAS ACCRUED AT LEAST 30 ELIGIBILITY POINTS SHALL BE ENTITLED, UPON TERMINATION OF STATE SERVICE AND COMPLIANCE WITH SECTION 5907(F) (RELATING TO RIGHTS AND DUTIES OF STATE EMPLOYEES AND MEMBERS), TO RECEIVE A MAXIMUM SINGLE LIFE ANNUITY CALCULATED UNDER SECTION 5702 (RELATING TO MAXIMUM SINGLE LIFE ANNUITY) WITHOUT A REDUCTION BY VIRTUE OF AN

1 EFFECTIVE DATE OF RETIREMENT WHICH IS UNDER THE
2 SUPERANNUATION AGE.

3 (2) DURING THE PERIOD OF JULY 1, 1985 TO JUNE 30, [1989]
4 1990, AN ACTIVE MEMBER WHO HAS ATTAINED THE AGE OF AT LEAST
5 50 YEARS BUT NOT GREATER THAN 53 YEARS AND HAS ACCRUED AT
6 LEAST 30 ELIGIBILITY POINTS SHALL BE ENTITLED, UPON
7 TERMINATION OF STATE SERVICE AND COMPLIANCE WITH SECTION
8 5907(F), TO RECEIVE A MAXIMUM SINGLE LIFE ANNUITY CALCULATED
9 UNDER SECTION 5702 WITH A REDUCTION BY VIRTUE OF AN EFFECTIVE
10 DATE OF RETIREMENT WHICH IS UNDER THE SUPERANNUATION AGE OF A
11 PERCENTAGE FACTOR WHICH SHALL BE DETERMINED BY MULTIPLYING
12 THE NUMBER OF MONTHS, INCLUDING A FRACTION OF A MONTH AS A
13 FULL MONTH, BY WHICH THE EFFECTIVE DATE OF RETIREMENT
14 PRECEDES THE ATTAINMENT OF AGE 53 BY 0.25%.

15 Section ~~2~~ 4. Section 5505 of Title 71 is amended by adding a <—
16 subsection to read:

17 § 5505. Contributions for the purchase of credit for creditable
18 nonstate service.

19 * * *

20 (f) Temporary Federal service.--Contributions on account of
21 credit for service as a temporary Federal employee assigned to
22 an air quality control complement for the Department of
23 Environmental Resources during the period of 1970 through 1975,
24 as authorized in section 5304(c)(5) (relating to creditable
25 nonstate service), shall be equal to the full actuarial cost of
26 the increased benefit obtained by virtue of the purchase. The
27 increased benefit attributable to the purchased service shall be
28 the difference between:

29 (1) the annual amount of a standard single life annuity,
30 beginning at the earliest possible superannuation age,

1 calculated assuming no future salary increases, assuming
2 credit for the service to be purchased; and

3 (2) the annual amount of a standard single life annuity,
4 calculated on the same basis, but excluding credit for the
5 service to be purchased.

6 The earliest possible superannuation age shall be the age at
7 which the member becomes first eligible for superannuation
8 retirement assuming continued full-time service and credit for
9 the amount of service which the member has elected to purchase,
10 or the current attained age of the member, whichever is later.

11 The full actuarial cost of the increased benefit attributable to
12 the purchased service shall be the actuarial present value of a
13 deferred annuity equal to the amount of the increased benefit
14 determined above, beginning at the earliest possible
15 superannuation age and payable for life, calculated using a
16 preretirement interest assumption of 1 1/2%, a postretirement
17 interest assumption of 4%, no preretirement mortality assumption
18 and standard postretirement mortality assumptions. The purchase
19 payment shall be made in lump sum by the member within 30 days
20 of certification by the board of the required purchase amount or
21 may be amortized through salary deductions in amounts agreed
22 upon by the member and the board with interest payable on the
23 unpaid balance at the rate applicable to the most recently
24 issued 30-year bonds of the United States Treasury Department.

25 ~~Section 3. This act shall take effect immediately.~~ <—

26 SECTION 5. SECTION 5508(E) OF TITLE 71 IS AMENDED TO READ: <—

27 § 5508. ACTUARIAL COST METHOD.

28 * * *

29 (E) SUPPLEMENTAL ANNUITY CONTRIBUTION RATE.--CONTRIBUTIONS
30 FROM THE COMMONWEALTH REQUIRED TO PROVIDE FOR THE PAYMENT OF

1 SUPPLEMENTAL ANNUITIES AS PROVIDED IN SECTION 5708 SHALL BE
2 DETERMINED AS A PERCENTAGE OF THE TOTAL COMPENSATION OF ALL
3 ACTIVE MEMBERS DURING THE PERIOD FOR WHICH THE AMOUNT IS
4 CERTIFIED AS SUFFICIENT TO FUND THE LIABILITIES OF THE
5 SUPPLEMENTAL ANNUITY ACCOUNT AS OF JULY 1, 1969, AS A LEVEL
6 PERCENTAGE OVER A PERIOD OF 20 YEARS FROM SUCH DATE. IN THE
7 EVENT THAT SUPPLEMENTAL ANNUITIES ARE INCREASED BY LEGISLATION
8 ENACTED SUBSEQUENT TO JULY 1, 1969, THE ADDITIONAL LIABILITY FOR
9 THE INCREASE IN BENEFITS SHALL BE FUNDED AS A LEVEL PERCENTAGE
10 OVER A PERIOD OF 20 YEARS FROM THE JULY FIRST, COINCIDENT WITH
11 OR NEXT FOLLOWING THE EFFECTIVE DATE OF SUCH LEGISLATION. THE
12 ADDITIONAL LIABILITY FOR THE INCREASE IN BENEFITS WHICH IS
13 EFFECTIVE JULY 1, 1984 SHALL BE FUNDED AS A LEVEL ANNUAL PAYMENT
14 OVER A PERIOD OF 20 YEARS BEGINNING JULY 1, 1984. THE ADDITIONAL
15 LIABILITY ON ACCOUNT OF ANY INCREASE IN ANNUITIES WHICH IS
16 EFFECTIVE OCTOBER 1, 1988, SHALL BE FUNDED BY LEVEL ANNUAL
17 PAYMENTS OVER A PERIOD OF 20 YEARS BEGINNING JULY 1, 1988.

18 SECTION 6. TITLE 71 IS AMENDED BY ADDING A SECTION TO READ:
19 § 5708.2. FURTHER ADDITIONAL SUPPLEMENTAL ANNUITIES.

20 (A) BENEFITS.--COMMENCING WITH THE FIRST MONTHLY ANNUITY
21 PAYMENT AFTER OCTOBER 1, 1988, ANY ELIGIBLE BENEFIT RECIPIENT
22 SHALL BE ENTITLED TO RECEIVE A FURTHER ADDITIONAL MONTHLY
23 SUPPLEMENTAL ANNUITY FROM THE SYSTEM. THIS SHALL BE IN ADDITION
24 TO THE SUPPLEMENTAL ANNUITIES PROVIDED FOR IN SECTIONS 5708
25 (RELATING TO SUPPLEMENTAL ANNUITIES) AND 5708.1 (RELATING TO
26 ADDITIONAL SUPPLEMENTAL ANNUITIES).

27 (B) AMOUNT OF ADDITIONAL SUPPLEMENTAL ANNUITY.--THE AMOUNT
28 OF THE ADDITIONAL MONTHLY SUPPLEMENTAL ANNUITY SHALL BE THE
29 TOTAL OF THE FOLLOWING:

30 (1) ONE DOLLAR MULTIPLIED BY THE NUMBER OF YEARS OF

1 CREDITED SERVICE.

2 (2) TWO DOLLARS MULTIPLIED BY THE NUMBER OF YEARS ON
3 RETIREMENT.

4 (3) TWO PERCENT OF THE MONTHLY ANNUITY BEING RECEIVED ON
5 OCTOBER 1, 1988, BUT NOT MORE THAN \$20.

6 (C) PAYMENT.--THE ADDITIONAL MONTHLY SUPPLEMENTAL ANNUITY
7 PROVIDED FOR IN THIS SECTION SHALL BE PAID AUTOMATICALLY UNLESS
8 THE INTENDED RECIPIENT FILES A WRITTEN NOTICE WITH THE SYSTEM
9 REQUESTING THAT THE ADDITIONAL MONTHLY SUPPLEMENTAL ANNUITY NOT
10 BE PAID.

11 (D) CONDITIONS.--THE ADDITIONAL SUPPLEMENTAL ANNUITY
12 PROVIDED FOR IN THIS SECTION SHALL BE PAYABLE UNDER THE SAME
13 TERMS AND CONDITIONS AS PROVIDED UNDER THE OPTION PLAN IN EFFECT
14 AS OF SEPTEMBER 30, 1988.

15 (E) BENEFITS PAID TO BENEFICIARIES OR SURVIVORS.--NO
16 SUPPLEMENTAL ANNUITY ENACTED AFTER THE DEATH OF THE MEMBER SHALL
17 BE PAYABLE TO THE BENEFICIARY OR SURVIVOR ANNUITANT OF THE
18 DECEASED MEMBER.

19 (F) FUNDING.--THE ACTUARY SHALL ANNUALLY CERTIFY THE AMOUNT
20 OF COMMONWEALTH APPROPRIATIONS FOR THE NEXT FISCAL YEAR NEEDED
21 TO FUND, OVER A PERIOD OF 20 YEARS FROM THE FIRST DAY OF THE
22 FISCAL YEAR DURING WHICH THIS SECTION BECOMES EFFECTIVE, THE
23 ADDITIONAL MONTHLY SUPPLEMENTAL ANNUITY PROVIDED FOR IN THIS
24 SECTION. THE BOARD SHALL SUBMIT THE ACTUARY'S CERTIFICATION TO
25 THE SECRETARY OF THE BUDGET ON OR BEFORE NOVEMBER 1 OF EACH
26 YEAR. IF, IN ANY YEAR AFTER 1988, THE AMOUNT CERTIFIED IS
27 DISAPPROVED UNDER SECTION 610 OF THE ACT OF APRIL 9, 1929
28 (P.L.177, NO.175), KNOWN AS THE ADMINISTRATIVE CODE OF 1929, AS
29 INSUFFICIENT TO MEET THE FUNDING REQUIREMENTS OF THIS SUBSECTION
30 OR IS NOT APPROPRIATED ON OR BEFORE JULY 1, THE ADDITIONAL

1 SUPPLEMENTAL ANNUITY PROVIDED FOR IN THIS SECTION SHALL BE
2 SUSPENDED UNTIL SUCH TIME AS AN AMOUNT CERTIFIED AND APPROVED AS
3 SUFFICIENT IS APPROPRIATED.

4 (G) DEFINITIONS.--AS USED IN THIS SECTION THE FOLLOWING
5 WORDS AND PHRASES SHALL HAVE THE MEANINGS GIVEN TO THEM IN THIS
6 SUBSECTION:

7 "ELIGIBLE BENEFIT RECIPIENT." A PERSON WHO IS RECEIVING A
8 SUPERANNUATION, WITHDRAWAL OR DISABILITY ANNUITY AND WHO
9 COMMENCED RECEIPT OF THAT ANNUITY ON OR PRIOR TO JULY 1, 1987,
10 BUT THE SUPPLEMENTAL ANNUITIES SHALL NOT BE PAYABLE TO AN
11 ANNUITANT RECEIVING A WITHDRAWAL ANNUITY PRIOR TO THE FIRST DAY
12 OF JULY COINCIDENT WITH OR FOLLOWING THE ANNUITANT'S ATTAINMENT
13 OF SUPERANNUATION AGE.

14 "YEARS OF CREDITED SERVICE." THE NUMBER OF FULL YEARS OF
15 SERVICE AS A MEMBER TO THE CREDIT OF EACH BENEFIT RECIPIENT,
16 WHICH YEARS OF SERVICE NEED NOT HAVE BEEN CONTINUOUS.

17 "YEARS ON RETIREMENT." THE NUMBER OF FULL YEARS AS OF JULY
18 1, 1988 WHICH HAVE ELAPSED SINCE THE ELIGIBLE BENEFIT RECIPIENT
19 COMMENCED THE RECEIPT OF AN ANNUITY AND DURING WHICH THE
20 ELIGIBLE BENEFIT RECIPIENT RECEIVED AN ANNUITY.

21 SECTION 7. THE PROVISIONS OF SECTION 7 OF THE ACT OF JULY 9,
22 1981 (P.L.208, NO.66), KNOWN AS THE PUBLIC EMPLOYEE RETIREMENT
23 STUDY COMMISSION ACT, SHALL NOT APPLY TO THIS ACT.

24 SECTION 8. THIS ACT SHALL TAKE EFFECT JULY 1, 1988, OR
25 IMMEDIATELY, WHICHEVER IS LATER.