

THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 2525 Session of  
1992

INTRODUCED BY VEON, LAUGHLIN, PESCI, STUBAN, COY, SALOOM,  
BATTISTO, HAYES, JOSEPHS, WAMBACH, ANGSTADT, KOSINSKI,  
D. R. WRIGHT, CAPPABIANCA, DEMPSEY, F. TAYLOR, ITKIN, COLE,  
CARLSON, ROEBUCK, SCRIMENTI, GAMBLE, COLAFELLA, LANGTRY,  
SERAFINI, THOMAS, HARPER, BUTKOVITZ, GANNON, REBER, BUSH,  
FEE, HERMAN, VAN HORNE, BELARDI, STEELMAN, KRUSZEWSKI,  
MARKOSEK, PISTELLA, SAURMAN, STABACK, JOHNSON, RUDY,  
STEIGHNER, BELFANTI, CIVERA, PETRARCA, McGEEHAN, MIHALICH,  
E. Z. TAYLOR, TRELLO, LaGROTTA, DALEY, McCALL, BILLOW, TELEK,  
NOYE, CORNELL AND WILLIAMS, MARCH 18, 1992

REFERRED TO COMMITTEE ON EDUCATION, MARCH 18, 1992

AN ACT

1 Amending Title 24 (Education) of the Pennsylvania Consolidated  
2 Statutes, providing for supplemental annuities in the Public  
3 School Employees' Retirement System of Pennsylvania.

4 The General Assembly of the Commonwealth of Pennsylvania  
5 hereby enacts as follows:

6 Section 1. Title 24 of the Pennsylvania Consolidated  
7 Statutes is amended by adding a section to read:

8 § 8348.3. Supplemental annuity based on years of service and  
9 retirement.

10 (a) Benefits.--Commencing with the first monthly annuity  
11 payment after January 1, 1993, any eligible benefit recipient  
12 shall be entitled to receive a further additional monthly  
13 supplemental annuity from the system. This shall be in addition  
14 to the supplemental annuities provided for in sections 8348

(relating to supplemental annuities), 8348.1 (relating to additional supplemental annuities) and 8348.2 (relating to further additional supplemental annuities). A supplemental annuity shall not be payable to an eligible benefit recipient who is receiving a withdrawal annuity prior to the first day of July coincident with or following the eligible benefit recipient's attainment of superannuation age.

(b) Amount of additional supplemental annuity.--The amount of the additional monthly supplemental annuity shall be the total of the following:

(1) Two dollars multiplied by the number of years of credited service.

(2) Two dollars multiplied by the number of years on retirement.

(3) Two percent of the sum of paragraphs (1) and (2).

(c) Payment.--The additional monthly supplemental annuity provided for in this section shall be paid automatically unless the intended recipient files a written notice with the system requesting that the additional monthly supplemental annuity not be paid.

(d) Conditions.--The additional supplemental annuity provided for in this section shall be payable under the same terms and conditions as provided under the option plan in effect as of December 31, 1992.

(e) Benefits paid to beneficiaries or survivors.--No supplemental annuity effective after the death of the member shall be payable to the beneficiary or survivor annuitant of the deceased member.

(f) Funding.--The actuary shall annually estimate the amount of Commonwealth appropriations for the next fiscal year needed

1 to fund, through June 30, 2011, the additional monthly  
2 supplemental annuity provided for in this section. The board  
3 shall submit the actuary's estimation to the Secretary of the  
4 Budget on or before November 1 of each year. If, in any year  
5 after 1992, the amount estimated is disapproved under section  
6 610 of the act of April 9, 1929 (P.L.177, No.175), known as The  
7 Administrative Code of 1929, as insufficient to meet the funding  
8 requirements of this subsection or is not appropriated by July  
9 1, the additional supplemental annuity provided for in this  
10 section shall be suspended until such time as an amount  
11 certified and approved as sufficient is appropriated.

12 (g) Definitions.--As used in this section, the following  
13 words and phrases shall have the meanings given to them in this  
14 subsection:

15 "Eligible benefit recipient." A person who is receiving a  
16 superannuation, withdrawal or disability annuity and who  
17 commenced receipt of that annuity on or prior to July 1, 1991.

18 "Years of credited service." The number of full years of  
19 service as a member to the credit of each benefit recipient.  
20 Years of service need not be continuous.

21 "Years on retirement." The number of full years as of July  
22 1, 1992, which have elapsed since the eligible benefit recipient  
23 commenced the receipt of an annuity and during which the  
24 eligible benefit recipient received an annuity.

25 Section 2. This act shall take effect immediately.