

THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 667 Session of  
1995

INTRODUCED BY PITTS, LUCYK AND EVANS, FEBRUARY 13, 1995

REFERRED TO COMMITTEE ON STATE GOVERNMENT, FEBRUARY 13, 1995

AN ACT

1 Amending the act of March 30, 1811 (P.L.145, No.99), entitled  
2 "An act to amend and consolidate the several acts relating to  
3 the settlement of the public accounts and the payment of the  
4 public monies, and for other purposes," further providing for  
5 rules and regulations for individuals to participate in an  
6 investment plan.

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

9 Section 1. Section VIII.2(e)(2) of the act of March 30, 1811  
10 (P.L.145, No.99), entitled "An act to amend and consolidate the  
11 several acts relating to the settlement of the public accounts  
12 and the payment of the public monies, and for other purposes,"  
13 added November 6, 1987 (P.L.394, No.81), is amended to read:

14 Section VIII.2.--\* \* \*

15 (e) In order to establish and administer eligible deferred  
16 compensation plans, the powers and duties of the State  
17 Employees' Retirement Board or the governing body of a political  
18 subdivision shall include, but not be limited to:

19 \* \* \*

20 (2) Promulgating rules and regulations establishing

1 procedures whereby eligible individuals may elect to participate  
2 in a plan, change their election amount on a quarterly basis or  
3 change their investment choices [on a quarterly basis] based on  
4 the frequency provided in the investment vehicle or contract,  
5 but not less frequently than quarterly, whereby eligible  
6 individuals may elect to cease participation entirely at any  
7 time with reasonable notice, not to exceed four weeks, and  
8 whereby such individuals may designate the amount of  
9 compensation to be deferred above a minimum monthly deposit of  
10 ten dollars; arranging for a deduction, from the compensation of  
11 eligible individuals, of the amounts to be deferred under a  
12 plan; establishing standards or criteria for the selection by  
13 the State Employees' Retirement Board or the governing body of  
14 the political subdivision of financial institutions, insurance  
15 companies or other organizations which may be qualified as  
16 managers on behalf of the Commonwealth, or a political  
17 subdivision, of funds deferred under a plan on behalf of any  
18 eligible individual; establishing standards and criteria for the  
19 providing of options to eligible individuals concerning the  
20 method of investing amounts deferred under any plan and of  
21 informing eligible individuals of specific options offered by  
22 qualified managers; establishing standards and criteria for the  
23 disclosure to eligible individuals of the anticipated and actual  
24 income attributable to such amounts, property and rights and all  
25 fees, costs and charges to be made against such amounts deferred  
26 to cover the costs of administering and managing the funds. [Any  
27 officer or employe of the State or a political subdivision who  
28 elects to participate in a deferred compensation plan shall have  
29 the option to elect that his deferred compensation be invested  
30 in a portfolio which does not include any stock or obligation of

1 any corporation doing business, either by itself or through any  
2 subsidiary or affiliate, in the Republic of South Africa or  
3 Namibia. The State Employees' Retirement Board or governing body  
4 of a political subdivision shall, in selecting qualified fund  
5 managers, ensure that a fund manager is selected who has such an  
6 option available.]

7 \* \* \*

8 Section 2. This act shall take effect in 60 days.