## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## **HOUSE BILL**

## No. 1314 Session of 1995

INTRODUCED BY TIGUE, HENNESSEY, FARGO, HANNA AND VAN HORNE, MARCH 22, 1995

REFERRED TO COMMITTEE ON STATE GOVERNMENT, MARCH 22, 1995

## AN ACT

- 1 Amending Title 71 (State Government) of the Pennsylvania
- 2 Consolidated Statutes, further defining "basic contribution
- 3 rate" by providing for additional employee contributions.
- 4 The General Assembly of the Commonwealth of Pennsylvania
- 5 hereby enacts as follows:
- 6 Section 1. The definition of "basic contribution rate" in
- 7 section 5102 of Title 71 of the Pennsylvania Consolidated
- 8 Statutes is amended to read:
- 9 § 5102. Definitions.
- 10 The following words and phrases as used in this part, unless
- 11 a different meaning is plainly required by the context, shall
- 12 have the following meanings:
- 13 \* \* \*
- 14 "Basic contribution rate." Five percent (5%), except that in
- 15 no case shall any member's rate, excluding the rate for social
- 16 security integration credit, be greater than his contribution
- 17 rate on the effective date of this part so long as he does not
- 18 elect additional coverage or membership in another class of

- 1 service. The basic contribution rate shall be adjusted annually
- 2 to require an additional employee contribution equal to one-half
- 3 of the additional cost of any newly created retirement benefit
- 4 or any existing retirement benefit modified to increase the
- 5 benefit or expand eligibility by the General Assembly after the
- 6 <u>effective date of this amendatory act. The additional cost of</u>
- 7 the benefit will be determined by the actuarial note on the cost
- 8 of the new or modified benefit as prepared by the board.
- 9 \* \* \*
- 10 Section 2. This act shall take effect at the start of the
- 11 first new fiscal year following enactment.