

THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 270 Session of
1993

INTRODUCED BY KUKOVICH, JAROLIN, MIHALICH, DALEY, GIGLIOTTI,
LUCYK, CLYMER, FEE, RUDY, COLAIZZO, COWELL, STEELMAN, TIGUE,
MARKOSEK, ROBERTS, HESS, BELFANTI, OLASZ, HANNA, HALUSKA,
YANDRISEVITS, HASAY, STEIGHNER, McCALL, TRELLO, LAUGHLIN,
STABACK, JOSEPHS, PISTELLA, LaGROTTA, B. SMITH, SATHER,
SURRA, CAPPABIANCA, HERMAN, PESCI AND VEON, FEBRUARY 8, 1993

REFERRED TO COMMITTEE ON STATE GOVERNMENT, FEBRUARY 8, 1993

AN ACT

1 Amending Title 71 (State Government) of the Pennsylvania
2 Consolidated Statutes, further providing for cost-of-living
3 increases to annuitants.

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

6 Section 1. Title 71 of the Pennsylvania Consolidated
7 Statutes is amended by adding a section to read:

8 § 5708.3. Supplemental annuity based on years of service and
9 retirement.

10 (a) Benefits.--Commencing with the first monthly annuity
11 payment after January 1, 1994, 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 5708
15 (relating to supplemental annuities), 5708.1 (relating to
16 additional supplemental annuities) and 5708.2 (relating to

1 further additional supplemental annuities).

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

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

7 (2) One dollar multiplied by the number of years on
8 retirement.

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

14 (d) Conditions.--The additional supplemental annuity
15 provided for in this section shall be payable under the same
16 terms and conditions as provided under the option plan in effect
17 as of December 31, 1993.

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

22 (f) Funding.--The actuary shall annually estimate the amount
23 of Commonwealth appropriations for the next fiscal year needed
24 to fund, over a period of 20 years from July 1, 1992, the
25 additional monthly supplemental annuity provided for in this
26 section. The board shall submit the actuary's estimation to the
27 Secretary of the Budget on or before November 1 of each year.
28 If, in any year after 1993, the amount estimated is disapproved
29 under section 610 of the act of April 9, 1929 (P.L.177, No.175),
30 known as The Administrative Code of 1929, as insufficient to

1 meet the funding requirements of this subsection or is not
2 appropriated on or before July 1, the additional supplemental
3 annuity provided for in this section shall be suspended until
4 such time as an amount certified and approved as sufficient is
5 appropriated.

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

9 "Eligible benefit recipient." A person who is receiving a
10 superannuation, withdrawal or disability annuity and who
11 commenced receipt of that annuity on or prior to July 1, 1992,
12 but the supplemental annuities shall not be payable to an
13 annuitant receiving a withdrawal annuity prior to the first day
14 of July coincident with or following the annuitant's attainment
15 of superannuation age.

16 "Years of credited service." The number of full years of
17 service as a member to the credit of each benefit recipient,
18 which years of service need not have been continuous.

19 "Years on retirement." The number of full years as of July
20 1, 1993, which have elapsed since the eligible benefit recipient
21 commenced the receipt of an annuity and during which the
22 eligible benefit recipient received an annuity.

23 Section 2. This act shall take effect immediately.