## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## **HOUSE BILL**

No. 768

Session of 2017

INTRODUCED BY MURT, D. COSTA, DRISCOLL AND ROZZI, MARCH 9, 2017

REFERRED TO COMMITTEE ON LOCAL GOVERNMENT, MARCH 9, 2017

## AN ACT

Amending the act of May 29, 1956 (1955 P.L.1804, No.600), entitled, as amended, "An act providing for the establishment of police pension funds or pension annuities in certain 3 boroughs, towns and townships; authorizing the establishment 4 of police pension funds or pension annuities by regional 5 police departments; providing for the regulation and 6 7 maintenance of police pension funds or pension annuities; providing for an actuary; continuance of existing funds or transfer thereof to funds herein established; prescribing 8 9 rights of beneficiaries; contributions by members; providing 10 11 for expenses of administration; continuation of existing authority to provide annuity contracts; credit for military 12 service; refunds; exempting allowances from judicial process; 13 and repealing certain acts," providing for part-time service 14 credit. 15 16 The General Assembly of the Commonwealth of Pennsylvania 17 hereby enacts as follows: Section 1. The act of May 29, 1956 (1955 P.L.1804, No.600), 18 19 referred to as the Municipal Police Pension Law, is amended by 20 adding a section to read: 21 Section 4.1. (a) A member of the police force employed by a 2.2 borough, town, township or regional police department, who has 23 been a regularly appointed full-time employe of the political 24 subdivision or regional police department for a period of at

least six months and who, prior to that period, was a member of

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- 1 the police force on a part-time basis, shall have his employment
- 2 record for pension or retirement benefits credited with the time
- 3 <u>spent in part-time service.</u>
- 4 (b) An ordinance or resolution establishing a police pension
- 5 <u>fund may provide full service credit for each full year or</u>
- 6 partial year of part-time service, not to exceed five years, to
- 7 <u>a member of the police force who was employed by the political</u>
- 8 <u>subdivision or regional police department during the part-time</u>
- 9 service. The amount due for the purchase of credit for the part-
- 10 time service shall be computed by applying the average normal
- 11 cost rate for borough, town, township and regional police
- 12 pension plans as certified by the Public Employee Retirement
- 13 Commission, not to exceed ten per centum, to the member's
- 14 <u>average annual rate of compensation over the first three years</u>
- 15 of municipal service and multiplying the result by the number of
- 16 years and fractional part of a year of creditable part-time
- 17 service being purchased together with interest at the rate of
- 18 four and three-quarters per centum compounded annually from the
- 19 date of initial entry into full-time municipal service to the
- 20 date of payment.
- 21 (c) A member of the police force shall be eliqible to
- 22 receive service credit for part-time service as provided under
- 23 <u>subsections (a) and (b) if the member is not entitled to</u>
- 24 receive, eligible to receive, now or in the future, or is
- 25 receiving retirement benefits for the service under a retirement
- 26 system administered and wholly or partially paid for by another
- 27 <u>governmental agency.</u>
- 28 Section 2. This act shall take effect in 60 days.