

AMENDMENTS TO HOUSE BILL NO. 60

Sponsor: REPRESENTATIVE BRADFORD

Printer's No. 64

1 Amend Bill, page 1, line 4, by striking out the period after
2 "definitions" and inserting
3 ; in contributions, further providing for contributions to the
4 system by the Commonwealth and other employers and for
5 actuarial cost method; and, in administration, funds,
6 accounts, general provisions, further providing for
7 administrative duties of the board and for State accumulation
8 account.

9 Amend Bill, page 3, by inserting between lines 20 and 21

10 Section 2. Sections 5507 and 5508 of Title 71 are amended by
11 adding subsections to read:

12 § 5507. Contributions to the system by the Commonwealth and
13 other employers.

14 * * *

15 (c.1) Additional Payments by the Susquehanna River Basin
16 Commission.--In addition to all other contributions required
17 under this section and section 5508, the Susquehanna River Basin
18 Commission shall make additional contributions pursuant to
19 section 5508(j) as certified by the board.

20 * * *

21 § 5508. Actuarial cost method.

22 * * *

23 (j) Additional contributions from the Susquehanna River
24 Basin Commission.--

25 (1) In addition to all other contributions otherwise
26 required to be paid to the board by the Susquehanna River
27 Basin Commission under sections 5507 and this section as
28 certified by the board under section 5902(k) (relating to
29 administrative duties of the board), the Susquehanna River
30 Basin Commission shall make the additional payments specified
31 in this subsection as certified by the board pursuant to
32 section 5902(k).

33 (2) The additional payments under this subsection shall
34 be the amounts determined by the actuary as necessary to fund
35 the liabilities for all benefits accrued or accruing to
36 current and former employees of the Susquehanna River Basin
37 Commission who are or were active members of the system that

1 are not otherwise funded by the regular member contributions,
2 shared-risk member contributions, additional member
3 contributions and Social Security integration member
4 contributions of those members and by employer contributions
5 made by the Susquehanna River Basin Commission pursuant to
6 section 5507.

7 (3) The additional payments under this subsection shall
8 be made in the amounts, time and manner determined by the
9 board over a period not less than ten years from the
10 beginning of the first fiscal year starting after the annual
11 valuation immediately after the effective date of this
12 subsection, unless the Susquehanna River Basin Commission
13 agrees to a shorter period.

14 Section 3. Sections 5902(k) and 5934 of Title 71 are amended
15 to read:

16 § 5902. Administrative duties of the board.

17 * * *

18 (k) Certification of employer contributions to fund.--The
19 board shall, each year in addition to the itemized budget
20 required under section 5509 (relating to appropriations and
21 assessments by the Commonwealth), certify, as a percentage of
22 the members' payroll, the shared-risk contribution rate, the
23 shared-gain adjustment to the regular member contribution rate,
24 the employers' contributions as determined pursuant to section
25 5508 (relating to actuarial cost method) necessary for the
26 funding of prospective annuities for active members and the
27 annuities of annuitants and certify the rates and amounts of the
28 employers' normal contributions as determined pursuant to
29 section 5508(b), accrued liability contributions as determined
30 pursuant to section 5508(c), supplemental annuities contribution
31 rate as determined pursuant to section 5508(e), the experience
32 adjustment factor as determined pursuant to section 5508(f), the
33 collared contribution rate pursuant to section 5508(h) [and],
34 the final contribution rate pursuant to section 5508(i) and the
35 additional contribution by the Susquehanna River Basin
36 Commission pursuant to section 5508(j), which shall be paid to
37 the fund and credited to the appropriate accounts. The board may
38 allocate the final contribution rate and certify various
39 employer contribution rates and amounts based upon the different
40 benefit eligibility, class of service multiplier, superannuation
41 age, final average salary calculation, compensation limits and
42 other benefit differences resulting from State service credited
43 for individual members even though such allocated employer
44 contribution rate on behalf of any given member may be more or
45 less than 5% of the member's compensation for the period from
46 July 1, 2010, to June 30, 2011, or may differ from the prior
47 year's contribution for that member by more or less than the
48 percentages used to calculate the collared contribution rate for
49 that year and may be below any minimum contribution rate
50 established for the collared contribution rate or final
51 contribution rate. These certifications shall be regarded as

1 final and not subject to modification by the Secretary of the
2 Budget.

3 * * *

4 § 5934. State accumulation account.

5 The State accumulation account shall be the ledger account to
6 which shall be credited all contributions of the Commonwealth or
7 other employers whose employees are members of the system and
8 made in accordance with the provisions of section 5507(a) or (d)
9 (relating to contributions to the system by the Commonwealth and
10 other employers) except that the amounts received under the
11 provisions of the act of May 12, 1943 (P.L.259, No.120), and the
12 amounts received under the provisions of the Liquor Code, act of
13 April 12, 1951 (P.L.90, No.21), shall be credited to the State
14 Police benefit account or the enforcement officers' benefit
15 account as the case may be. All amounts transferred to the fund
16 by county retirement systems or pension plans in accordance with
17 the provisions of section 5507(c) also shall be credited to the
18 State accumulation account. All amounts transferred to the fund
19 by the Public School Employees' Retirement System in accordance
20 with section 5303.2(e) (relating to election to convert school
21 service to State service), except amounts credited to the
22 members' savings account, and all amounts paid by the Department
23 of Corrections in accordance with section 5303.2(f) also shall
24 be credited to the State accumulation account. All additional
25 payments made by the Susquehanna River Basin Commission in
26 accordance with the provisions of section 5507(c.1) (relating to
27 contributions to the system by the Commonwealth and other
28 employers) shall be credited to the State accumulation account.
29 The State accumulation account shall be credited with valuation
30 interest. The reserves necessary for the payment of annuities
31 and death benefits resulting from membership in the system as
32 approved by the board and as provided in Chapter 57 (relating to
33 benefits) shall be transferred from the State accumulation
34 account to the annuity reserve account provided for in section
35 5935 (relating to annuity reserve account), except that the
36 reserves necessary on account of a member who is an officer of
37 the Pennsylvania State Police or an enforcement officer shall be
38 transferred from the State accumulation account to the State
39 Police benefit account provided for in section 5936 (relating to
40 State Police benefit account) or to the enforcement officers'
41 benefit account as provided for in section 5937 (relating to
42 enforcement officers' benefit account) as the case may be. The
43 reserves necessary for the payment of supplemental annuities in
44 excess of those reserves credited to the supplemental annuity
45 account on June 30, 2010, shall be transferred from the State
46 accumulation account to the supplemental annuity account. In the
47 event that supplemental annuities are increased by legislation
48 enacted after December 31, 2009, the necessary reserves shall be
49 transferred from the State accumulation account to the
50 supplemental annuity account.

1 Amend Bill, page 3, line 21, by striking out "2" and
2 inserting
3 4
4 Amend Bill, page 3, line 26, by striking out "3" and
5 inserting
6 5