

THE GENERAL ASSEMBLY OF PENNSYLVANIA

SENATE BILL

No. 1790 Session of
1992

INTRODUCED BY MELLOW, FATTAH, REIBMAN, RHOADES, ANDREZESKI,
MADIGAN, STAPLETON, O'PAKE, LINCOLN, BELAN, SCHWARTZ, STOUT,
BORTNER, SHUMAKER AND LEMMOND, JUNE 2, 1992

REFERRED TO FINANCE, JUNE 2, 1992

AN ACT

1 Amending Title 24 (Education) of the Pennsylvania Consolidated
2 Statutes, further providing for credited school service and
3 for termination of annuities.

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

6 Section 1. Section 8302 of Title 24 of the Pennsylvania
7 Consolidated Statutes is amended by adding a subsection to read:
8 § 8302. Credited school service.

9 * * *

10 (b.2) Credited service as retirement incentive.--
11 Notwithstanding any provisions of this title to the contrary,
12 for the period of April 1, 1993, to July 31, 1993, a member who
13 is not an annuitant on April 1, 1993, who terminates school
14 service between April 1, 1993, and July 31, 1993, inclusive, and
15 who is during that period 55 years of age or older shall be
16 credited with an additional 10% of his credited service.

17 * * *

18 Section 2. Section 8346(a) of Title 24 is amended to read:

1 § 8346. Termination of annuities.

2 (a) General rule.--If an annuitant returns to school service
3 or enters State service and elects multiple service membership,
4 any annuity payable to him under this part shall cease and in
5 the case of an annuity other than a disability annuity the
6 present value of such annuity, adjusted for full coverage in the
7 case of a joint coverage member who makes the appropriate back
8 contributions for full coverage, shall be frozen as of the date
9 such annuity ceases. An annuitant who is credited with an
10 additional 10% of membership service as provided in section
11 8302(b.1) (relating to credited school service) and who returns
12 to school service, except as provided in subsection (b) shall
13 forfeit such credited service and shall have his frozen present
14 value adjusted as if his 10% retirement incentive had not been
15 applied to his account. In the event that the cost-of-living
16 increase enacted December 18, 1979 occurred during the period of
17 such State or school employment, the frozen present value shall
18 be increased, on or after the member attains superannuation age,
19 by the percent applicable had he not returned to service.

20 * * *

21 Section 3. This act shall take effect immediately.