## 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, LEMMOND AND STEWART, JUNE 2, 1992

SENATE AMENDMENTS TO HOUSE AMENDMENTS, NOVEMBER 24, 1992

## AN ACT

- Amending Title 24 (Education) of the Pennsylvania Consolidated Statutes, further providing for credited school service and for termination of annuities.
  The General Assembly of the Commonwealth of Pennsylvania
- 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.

hereby enacts as follows:

9 \* \* \*

5

- 10 (b.2) Credited service as retirement incentive.--
- 11 Notwithstanding any provisions of this title to the contrary,
- 12 for the period of <del>June 1, 1993</del> JULY 1, 1992, to August 31, 1993, <--
- 13 a member who is not an annuitant on <del>June 1, 1993</del> JULY 1, 1992, <-
- 14 who terminates school service between June 1, 1993 JULY 1, 1992, <---
- 15 and August 31, 1993, inclusive, who will be 55 years of age or
- 16 older on August 31, 1993, with ten or more eligibility points,
- 17 who files an application for retirement before September 1,

- 1 1993, and who, prior to April 1, 1993, declares his intent to <-
- 2 retire between June 1, 1993, and August 31, 1993, shall be
- 3 <u>DECLARES HIS INTENT TO RETIRE PRIOR TO APRIL 1, 1993, SHALL BE</u> <-
- 4 <u>credited with an additional 10% of their credited service.</u>
- 5 \* \* \*
- 6 Section 2. Section 8346(a) of Title 24 is amended to read:
- 7 § 8346. Termination of annuities.
- 8 (a) General rule.--If an annuitant returns to school service
- 9 or enters State service and elects multiple service membership,
- 10 any annuity payable to him under this part shall cease and in
- 11 the case of an annuity other than a disability annuity the
- 12 present value of such annuity, adjusted for full coverage in the
- 13 case of a joint coverage member who makes the appropriate back
- 14 contributions for full coverage, shall be frozen as of the date
- 15 such annuity ceases. An annuitant who is credited with an
- 16 additional 10% of membership service as provided in section
- 17 8302(b.1) (relating to credited school service) and who returns
- 18 to school service, except as provided in subsection (b) shall
- 19 forfeit such credited service and shall have his frozen present
- 20 value adjusted as if his 10% retirement incentive had not been
- 21 applied to his account. In the event that the cost-of-living
- 22 increase enacted December 18, 1979 occurred during the period of
- 23 such State or school employment, the frozen present value shall
- 24 be increased, on or after the member attains superannuation age,
- 25 by the percent applicable had he not returned to service.
- 26 \* \* \*
- 27 Section 3. This act shall take effect immediately.