## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## **HOUSE BILL**

No. 2207 Session of 2010

INTRODUCED BY SAYLOR, LEVDANSKY, BARRAR, CREIGHTON, CUTLER, GIBBONS, GINGRICH AND TALLMAN, JANUARY 19, 2010

REFERRED TO COMMITTEE ON FINANCE, JANUARY 19, 2010

## AN ACT

- 1 Amending Title 24 (Education) of the Pennsylvania Consolidated
- Statutes, further providing for the definition of
- "governmental entity" and for the Public School Employees'
- 4 Retirement Board; and providing for a lump sum payment to
- 5 employees of the Pennsylvania School Boards Association of
- the accrued value of their retirement benefits.
- 7 The General Assembly of the Commonwealth of Pennsylvania
- 8 hereby enacts as follows:
- 9 Section 1. The definition of "governmental entity" in
- 10 section 8102 of Title 24 of the Pennsylvania Consolidated
- 11 Statutes is amended to read:
- 12 § 8102. Definitions.
- 13 The following words and phrases when used in this part shall
- 14 have, unless the context clearly indicates otherwise, the
- 15 meanings given to them in this section:
- 16 \* \* \*
- 17 "Governmental entity." Board of school directors, board of
- 18 public education, intermediate unit board of directors, area
- 19 vocational-technical board, any governing board of any agency or
- 20 authority created by them, and the Commonwealth. The term shall

- 1 <u>exclude the Pennsylvania School Boards Association and its</u>
- 2 employees.
- 3 \* \* \*
- 4 Section 2. Section 8501(a) of Title 24 is amended to read:
- 5 § 8501. Public School Employees' Retirement Board.
- 6 (a) Status and membership. -- The board shall be an
- 7 independent administrative board and shall consist of 15
- 8 members: the Secretary of Education, ex officio; the State
- 9 Treasurer, ex officio; two Senators; two members of the House of
- 10 Representatives; [the executive secretary of the Pennsylvania
- 11 School Boards Association, ex officio;] two to be appointed by
- 12 the Governor, at least one of whom shall not be a school
- 13 employee or an officer or employee of the State; three to be
- 14 elected by the active professional members of the system from
- 15 among their number; one to be elected by annuitants from among
- 16 their number; one to be elected by the active nonprofessional
- 17 members of the system from among their number; and [one] two to
- 18 be elected by members of Pennsylvania public school boards from
- 19 among their number. The appointments made by the Governor shall
- 20 be confirmed by the Senate and each election shall be conducted
- 21 in a manner approved by the board. The terms of the appointed
- 22 and nonlegislative elected members shall be three years. The
- 23 members from the Senate shall be appointed by the President pro
- 24 tempore of the Senate and shall consist of one member from the
- 25 majority and one member from the minority. The members from the
- 26 House of Representatives shall be appointed by the Speaker of
- 27 the House of Representatives and shall consist of one member
- 28 from the majority and one member from the minority. The
- 29 legislative members shall serve on the board for the duration of
- 30 their legislative terms and shall continue to serve until 30

- 1 days after the convening of the next regular session of the
- 2 General Assembly after the expiration of their respective
- 3 legislative terms or until a successor is appointed for the new
- 4 term, whichever occurs first. The chairman of the board shall be
- 5 elected by the board members. Each ex officio member of the
- 6 board and each legislative member of the board may appoint a
- 7 duly authorized designee to act in his stead.
- 8 \* \* \*
- 9 Section 3. Employees of the Pennsylvania School Boards
- 10 Association who were members of the Public School Employees'
- 11 Retirement System before the effective date of this section
- 12 shall be entitled to receive, in a lump sum payment, the present
- 13 value of their benefit accrued to the effective date of this
- 14 section. The Public School Employees' Retirement Board shall
- 15 make payment to the employees within 90 days of the effective
- 16 date of this section.
- 17 Section 4. This act shall take effect July 1, 2009, or
- 18 immediately, whichever is later.