

THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 1492 Session of 2011

INTRODUCED BY HUTCHINSON, MAY 9, 2011

REFERRED TO COMMITTEE ON FINANCE, MAY 9, 2011

AN ACT

1 Amending Title 24 (Education) of the Pennsylvania Consolidated
2 Statutes, in retirement for school employees, further
3 providing for creditable nonschool service and for
4 contributions for purchase of credit for creditable nonschool
5 service.

6 The General Assembly of the Commonwealth of Pennsylvania
7 hereby enacts as follows:

8 Section 1. Section 8304(b) of Title 24 of the Pennsylvania
9 Consolidated Statutes is amended by adding a paragraph to read:

10 § 8304. Creditable nonschool service.

11 * * *

12 (b) Limitations on nonschool service.--Creditable nonschool
13 service credit shall be limited to:

14 * * *

15 (9) (i) Previous service as a county employee of the
16 Commonwealth other than service as a county nurse. For every
17 three years of previous service as a county employee, an
18 individual may buy one year of creditable service, not to
19 exceed a total of five years. A fraction of a year of the
20 previous service that is equal to or greater than one-half

1 shall be considered one year for purposes of this paragraph.

2 (ii) Previous service as a county employee of the
3 Commonwealth other than service as a county nurse shall
4 be subject to the following limitations:

5 (A) During such service the person was a full-
6 time employee not employed as an independent
7 contractor or compensated on a fee basis.

8 (B) During such service the employee was an
9 active member of the county retirement system or, in
10 the event that no county retirement system existed
11 during the person's period of employment, the person
12 would be eligible to be an active member in the
13 present local retirement system.

14 (C) The member makes contributions for this
15 service in accordance with section 8324(e) (relating
16 to contributions for purchase of credit for
17 creditable nonschool service and noncreditable school
18 service).

19 * * *

20 Section 2. Section 8324(e) of Title 24, amended November 23,
21 2010 (P.L.1269, No.120), is amended to read:

22 § 8324. Contributions for purchase of credit for creditable
23 nonschool service and noncreditable school service.

24 * * *

25 (e) Creditable work experience.--Contributions on account of
26 Class T-C, Class T-E or Class T-F credit for creditable work
27 experience pursuant to section 8304(b) (6) and (9) shall be the
28 present value of the full actuarial cost of the increase in the
29 projected superannuation annuity caused by the additional
30 service credited on account of the purchase of creditable work

1 experience. The amount paid for the purchase of credit for
2 creditable work experience shall not be payable as a lump sum
3 under section 8345(a)(4)(iii) (relating to member's options).
4 [Any individual eligible to receive an annuity, excluding an
5 annuity received under the Federal Social Security Act (42
6 U.S.C. § 301 et seq.), in another pension system, other than a
7 military pension system, shall not be eligible to purchase this
8 service.]

9 * * *

10 Section 3. This act shall take effect in 60 days.