

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

SENATOR ARMSTRONG, FINANCE, AS AMENDED, JUNE 29, 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 ~~(B.2) CREDITED SERVICE AS RETIREMENT INCENTIVE.--~~ <—
18 ~~NOTWITHSTANDING ANY PROVISIONS OF THIS TITLE TO THE CONTRARY,~~

1 FOR THE PERIOD OF JULY 1, 1992, TO AUGUST 31, 1993, A MEMBER WHO
2 IS NOT AN ANNUITANT ON JULY 1, 1992, WHO TERMINATES SCHOOL
3 SERVICE BETWEEN JULY 1, 1992, AND AUGUST 31, 1993, INCLUSIVE,
4 WHO WILL BE 55 YEARS OF AGE OR OLDER ON AUGUST 31, 1993, WITH
5 TEN OR MORE ELIGIBILITY POINTS, AND WHO FILES AN APPLICATION FOR
6 RETIREMENT BEFORE SEPTEMBER 1, 1993, SHALL BE CREDITED WITH AN
7 ADDITIONAL 10% OF THEIR CREDITED SERVICE.

8 * * *

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

10 § 8346. Termination of annuities.

11 (a) General rule.--If an annuitant returns to school service
12 or enters State service and elects multiple service membership,
13 any annuity payable to him under this part shall cease and in
14 the case of an annuity other than a disability annuity the
15 present value of such annuity, adjusted for full coverage in the
16 case of a joint coverage member who makes the appropriate back
17 contributions for full coverage, shall be frozen as of the date
18 such annuity ceases. An annuitant who is credited with an
19 additional 10% of membership service as provided in section
20 8302(b.1) (relating to credited school service) and who returns
21 to school service, except as provided in subsection (b) shall
22 forfeit such credited service and shall have his frozen present
23 value adjusted as if his 10% retirement incentive had not been
24 applied to his account. In the event that the cost-of-living
25 increase enacted December 18, 1979 occurred during the period of
26 such State or school employment, the frozen present value shall
27 be increased, on or after the member attains superannuation age,
28 by the percent applicable had he not returned to service.

29 * * *

30 Section 3. This act shall take effect immediately.