## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## SENATE BILL

No. 1340

Session of 1982

INTRODUCED BY KUSSE, FEBRUARY 25, 1982

REFERRED TO LABOR AND INDUSTRY, FEBRUARY 25, 1982

## AN ACT

- 1 Requiring withholdings from pension benefits of certain
- 2 employees receiving workmen's compensation benefits.
- 3 The General Assembly of the Commonwealth of Pennsylvania
- 4 hereby enacts as follows:
- 5 Section 1. The Commonwealth of Pennsylvania and its
- 6 political subdivisions which are subject to the act of June 2,
- 7 1915 (P.L.736, No.338), known as "The Pennsylvania Workmen's
- 8 Compensation Act, " as public employers, shall make withholdings
- 9 from pension benefits to which their employees would otherwise
- 10 be entitled during the receipt by them of benefits pursuant to
- 11 the provisions of subsections (a) and (b) of section 306 of that
- 12 act. The amount of each withholding shall be equal to the
- 13 percentage of the contributions toward the entitlement of the
- 14 employee in the pension fund which has not been contributed by
- 15 the employee subject to the withholding.
- 16 Section 2. The amount of each withholding by a public
- 17 employer under this act shall be based on the percentage of the

- 1 employee's contributions to the pension plan as follows:
- 2 (1) Whenever the employee has made no contribution to
- 3 the pension plan it shall withhold up to the entire amount of
- 4 the pension payment.
- 5 (2) Whenever the employee has made 1% to 25% of the
- 6 contribution toward the pension plan shall withhold up to 75%
- 7 of the pension payment.
- 8 (3) Whenever the employee has made 26% to 50% of the
- 9 contribution toward the pension plan it shall withhold up to
- 10 50% of the pension payment.
- 11 (4) Whenever the employee has made over 50% of the
- 12 contribution toward the pension plan it shall not withhold
- any part of the pension payment.
- 14 Section 3. All acts or parts of acts are repealed insofar as
- 15 they are inconsistent herewith.
- 16 Section 4. This act shall take effect in 60 days.