THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 1774

Session of 1983

INTRODUCED BY BURNS, KUKOVICH, GALLAGHER AND J. L. WRIGHT, DECEMBER 6, 1983

REFERRED TO COMMITTEE ON STATE GOVERNMENT, DECEMBER 6, 1983

AN ACT

- 1 Amending Title 71 (State Government) of the Pennsylvania
- 2 Consolidated Statutes, adding provisions relating to credited
- 3 service as a retirement incentive.
- 4 The General Assembly of the Commonwealth of Pennsylvania
- 5 hereby enacts as follows:
- 6 Section 1. Section 5302 of Title 71 of the Pennsylvania
- 7 Consolidated Statutes is amended by adding a subsection to read:
- 8 § 5302. Credited State service.
- 9 * * *
- 10 (b.1) Credited service as retirement incentive.--
- 11 Notwithstanding any provisions of this title to the contrary,
- 12 for the period only of June 30, 1984 through September 30, 1984,
- 13 any active member having at least ten eligibility points, who
- 14 has attained age 55 and upon termination of service has filed
- 15 with the board an application for retirement, shall be credited
- 16 with an additional three years of Class A service. This
- 17 provision shall not apply in the case of judges or justices,
- 18 legislators or other elected officials.

- 1 * * *
- 2 Section 2. Section 5706(a) of Title 71 is amended to read:
- 3 § 5706. Termination of annuities.
- 4 (a) General rule. -- If the annuitant returns to State service
- 5 or enters school service and elects multiple service membership,
- 6 any annuity payable to him under this part shall cease and in
- 7 the case of an annuity other than a disability annuity the
- 8 present value of such annuity, adjusted for full coverage in the
- 9 case of a joint coverage member who makes the appropriate back
- 10 contributions for full coverage, shall be frozen as of the date
- 11 such annuity ceases. An annuitant who is credited with an
- 12 <u>additional three years of Class A service as provided in section</u>
- 13 <u>5302(b.1)</u> (relating to credited service as retirement incentive)
- 14 and who returns to State service shall forfeit such credited
- 15 <u>service and shall have his frozen present value adjusted</u>
- 16 <u>accordingly</u>. In the event that the cost-of-living increase
- 17 enacted December 18, 1979 occurred during the period of such
- 18 State or school employment, the frozen present value shall be
- 19 increased, on or after the member attains superannuation age, by
- 20 the percent applicable had he not returned to service. This
- 21 subsection shall not apply in the case of any annuitant who may
- 22 render services to the Commonwealth in the capacity of an
- 23 independent contractor or as a member of an independent board or
- 24 commission or as a member of a departmental administrative or
- 25 advisory board or commission when such members of independent or
- 26 departmental boards or commissions are compensated on a per diem
- 27 basis for not more than 100 days per calendar year.
- 28 * * *
- 29 Section 3. This act shall take effect immediately.