

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

AS AMENDED ON THIRD CONSIDERATION, JULY 1, 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 July 1, 1992, to August 31, 1993, a member who
13 is not an annuitant on July 1, 1992, who terminates school
14 service between July 1, 1992, and August 31, 1993, inclusive,
15 who will be 55 years of age or older on August 31, 1993, with
16 ten or more eligibility points, and who files an application for <—
17 retirement before September 1, 1993, AND WHO DECLARES HIS INTENT <—
18 TO RETIRE PRIOR TO APRIL 1, 1993, shall be credited with an

1 additional 10% of their credited service.

2 * * *

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

4 § 8346. Termination of annuities.

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

23 * * *

24 Section 3. This act shall take effect immediately.