
THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 1416 Session of
2023

INTRODUCED BY MALAGARI, DEASY, MADDEN, HOHENSTEIN, VENKAT,
MCNEILL, SANCHEZ, SIEGEL, HILL-EVANS, FREEMAN, HOWARD,
DELLOSO, HANBIDGE, WARREN, BENHAM, KINKEAD, OTTEN, CERRATO,
SCHWEYER, ISAACSON, NEILSON, ZABEL, BRIGGS, CONKLIN, CIRESI,
GREEN, R. MACKENZIE, FLEMING, TAKAC, D. WILLIAMS, INNAMORATO
AND BOROWSKI, JUNE 14, 2023

REFERRED TO COMMITTEE ON STATE GOVERNMENT, JUNE 14, 2023

AN ACT

1 Amending Titles 24 (Education) and 71 (State Government) of the
2 Pennsylvania Consolidated Statutes, in membership,
3 contributions and benefits, providing for supplemental
4 annuity commencing 2023; and, in benefits, providing for
5 supplemental annuity commencing 2023.

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

8 Section 1. Title 24 of the Pennsylvania Consolidated
9 Statutes is amended by adding a section to read:

10 § 8348.8. Supplemental annuity commencing 2023.

11 (a) Benefits.--Commencing with the first monthly annuity
12 payment after July 1, 2023, an eligible benefit recipient shall
13 be entitled to receive an additional monthly supplemental
14 annuity from the system. The additional monthly supplemental
15 annuity under this section shall be in addition to the
16 supplemental annuities provided for under sections 8348
17 (relating to supplemental annuities), 8348.1 (relating to

1 additional supplemental annuities), 8348.2 (relating to further
2 additional supplemental annuities), 8348.3 (relating to
3 supplemental annuities commencing 1994), 8348.4 (relating to
4 special supplemental postretirement adjustment), 8348.5
5 (relating to supplemental annuities commencing 1998), 8348.6
6 (relating to supplemental annuities commencing 2002) and 8348.7
7 (relating to supplemental annuities commencing 2003).

8 (b) Amount of additional supplemental annuity.--The amount
9 of the supplemental annuity payable under this section shall be
10 a percentage of the amount of the monthly annuity payment on
11 July 1, 2023, determined on the basis of the most recent
12 effective date of retirement as follows:

<u>Most recent effective date</u>	<u>Percentage factor</u>
<u>of retirement</u>	
<u>July 2, 2000, through July 1, 2001</u>	<u>15%</u>
<u>July 2, 1999, through July 1, 2000</u>	<u>15.5%</u>
<u>July 2, 1998, through July 1, 1999</u>	<u>16%</u>
<u>July 2, 1997, through July 1, 1998</u>	<u>16.5%</u>
<u>July 2, 1996, through July 1, 1997</u>	<u>17%</u>
<u>July 2, 1995, through July 1, 1996</u>	<u>17.5%</u>
<u>July 2, 1994, through July 1, 1995</u>	<u>18%</u>
<u>July 2, 1993, through July 1, 1994</u>	<u>18.5%</u>
<u>July 2, 1992, through July 1, 1993</u>	<u>19%</u>
<u>July 2, 1991, through July 1, 1992</u>	<u>19.5%</u>
<u>July 2, 1990, through July 1, 1991</u>	<u>20%</u>
<u>July 2, 1989, through July 1, 1990</u>	<u>20.5%</u>
<u>July 2, 1988, through July 1, 1989</u>	<u>21%</u>
<u>July 2, 1987, through July 1, 1988</u>	<u>21.5%</u>
<u>July 2, 1986, through July 1, 1987</u>	<u>22%</u>
<u>July 2, 1985, through July 1, 1986</u>	<u>22.5%</u>

1	<u>July 2, 1984, through July 1, 1985</u>	<u>23%</u>
2	<u>July 2, 1983, through July 1, 1984</u>	<u>23.5%</u>
3	<u>July 2, 1982, through July 1, 1983</u>	<u>24%</u>
4	<u>Prior to July 2, 1982</u>	<u>24.5%</u>

5 (c) Payment.--The supplemental annuity provided under this
6 section shall be paid automatically unless the annuitant files a
7 written notice with the board requesting that the additional
8 monthly supplemental annuity not be paid.

9 (d) Conditions.--The supplemental annuity provided under
10 this section shall be payable under the same terms and
11 conditions as provided under the option plan in effect as of
12 July 1, 2023, and shall be subject to any subsequent
13 modification of that option plan.

14 (e) Benefits to beneficiaries or survivors.--No supplemental
15 annuity provided under this section shall be payable to the
16 beneficiary or survivor annuitant of a member who dies before
17 July 1, 2023.

18 (f) Funding.--Notwithstanding any other provision of law to
19 the contrary, the additional liability for the increase in
20 benefits provided under this section shall be funded in equal
21 dollar annual installments over a period of 10 years beginning
22 July 1, 2024.

23 (g) Eligible benefit recipient.--

24 (1) An eligible benefit recipient is an individual:

25 (i) who is receiving a superannuation, withdrawal or
26 disability annuity on July 1, 2023;

27 (ii) whose most recent effective date of retirement
28 is prior to July 2, 2001; and

29 (iii) whose credited service does not include any
30 service credited as either Class T-D, Class D-4 or Class

1 AA service.

2 (2) A supplemental annuity provided under this section
3 shall not be payable to an annuitant receiving a withdrawal
4 annuity prior to the first day of July coincident with or
5 following the annuitant's attainment of superannuation age.

6 Section 2. Title 71 is amended by adding a section to read:
7 § 5708.9. Supplemental annuity commencing 2023.

8 (a) Benefits.--Commencing with the first monthly annuity
9 payment after January 1, 2024, an eligible benefit recipient
10 shall be entitled to receive an additional monthly supplemental
11 annuity from the system. The additional monthly supplemental
12 annuity under this section shall be in addition to the
13 supplemental annuities provided for under sections 5708
14 (relating to supplemental annuities), 5708.1 (relating to
15 additional supplemental annuities), 5708.2 (relating to further
16 additional supplemental annuities), 5708.3 (relating to
17 supplemental annuities commencing 1994), 5708.4 (relating to
18 special supplemental postretirement adjustment), 5708.5
19 (relating to supplemental annuities commencing 1998), 5708.6
20 (relating to supplemental annuities commencing 2002), 5708.7
21 (relating to supplemental annuities commencing 2003) and 5708.8
22 (relating to special supplemental postretirement adjustment of
23 2002).

24 (b) Amount of additional supplemental annuity.--The amount
25 of the supplemental annuity under this section shall be a
26 percentage of the amount of the monthly annuity payment on
27 January 1, 2024, determined on the basis of the most recent
28 effective date of retirement as follows:

29 <u>Most recent effective date</u>	Percentage factor
30 <u>of retirement</u>	

1	<u>July 2, 2000, through July 1, 2001</u>	15%
2	<u>July 2, 1999, through July 1, 2000</u>	15.5%
3	<u>July 2, 1998, through July 1, 1999</u>	16%
4	<u>July 2, 1997, through July 1, 1998</u>	16.5%
5	<u>July 2, 1996, through July 1, 1997</u>	17%
6	<u>July 2, 1995, through July 1, 1996</u>	17.5%
7	<u>July 2, 1994, through July 1, 1995</u>	18%
8	<u>July 2, 1993, through July 1, 1994</u>	18.5%
9	<u>July 2, 1992, through July 1, 1993</u>	19%
10	<u>July 2, 1991, through July 1, 1992</u>	19.5%
11	<u>July 2, 1990, through July 1, 1991</u>	20%
12	<u>July 2, 1989, through July 1, 1990</u>	20.5%
13	<u>July 2, 1988, through July 1, 1989</u>	21%
14	<u>July 2, 1987, through July 1, 1988</u>	21.5%
15	<u>July 2, 1986, through July 1, 1987</u>	22%
16	<u>July 2, 1985, through July 1, 1986</u>	22.5%
17	<u>July 2, 1984, through July 1, 1985</u>	23%
18	<u>July 2, 1983, through July 1, 1984</u>	23.5%
19	<u>July 2, 1982, through July 1, 1983</u>	24%
20	<u>Prior to July 2, 1982</u>	24.5%

21 (c) Payment.--The supplemental annuity provided under this
22 section shall be paid automatically unless the annuitant files a
23 written notice with the board requesting that the additional
24 monthly supplemental annuity not be paid.

25 (d) Conditions.--The supplemental annuity provided under
26 this section shall be payable under the same terms and
27 conditions as provided under the option plan in effect as of
28 January 1, 2024, and shall be subject to any subsequent
29 modification of that option plan.

30 (e) Benefits to beneficiaries or survivors.--No supplemental

1 annuity provided under this section shall be payable to the
2 beneficiary or survivor annuitant of a member who dies before
3 January 1, 2024.

4 (f) Funding.-Notwithstanding any other provision of law to
5 the contrary, the additional liability for the increase in
6 benefits provided under this section shall be funded in equal
7 dollar annual installments over a period of 10 years beginning
8 July 1, 2024.

9 (g) Eligible benefit recipient.--

10 (1) An eligible benefit recipient is an individual:

11 (i) who is receiving a superannuation, withdrawal or
12 disability annuity on January 1, 2024;

13 (ii) whose most recent effective date of retirement
14 is prior to July 2, 2001; and

15 (iii) whose credited service does not include any
16 service credited as either Class T-D, Class D-4 or Class
17 AA service.

18 (2) A supplemental annuity provided under this section
19 shall not be payable to an annuitant receiving a withdrawal
20 annuity prior to the first day of July coincident with or
21 following the annuitant's attainment of superannuation age.

22 Section 3. This act shall take effect immediately.