THE GENERAL ASSEMBLY OF PENNSYLVANIA

SENATE BILL

No. 979

Session of 2017

INTRODUCED BY REGAN, SCARNATI, COSTA, RESCHENTHALER, BLAKE, RAFFERTY, BREWSTER, SCAVELLO, YUDICHAK, McGARRIGLE AND SCHWANK, DECEMBER 7, 2017

REFERRED TO LOCAL GOVERNMENT, DECEMBER 7, 2017

AN ACT

- Amending Title 53 (Municipalities Generally) of the Pennsylvania 1 Consolidated Statutes, in municipal pensions, providing for 2 pension service credit for prior service with police 3 department. 5 The General Assembly of the Commonwealth of Pennsylvania 6 hereby enacts as follows: 7 Section 1. Chapter 91 of Title 53 of the Pennsylvania Consolidated Statutes is amended by adding a subchapter to read: 8 9 SUBCHAPTER C 10 POLICE PENSION PLANS 11 Sec. 12 9121. Definitions. 9122. Pension service credit for prior service with police 13 14 department. 15 9123. Computation of amount due. 16 9124. Ineligibility.
- 18 The following words and phrases when used in this subchapter

§ 9121. Definitions.

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- 1 shall have the meanings given to them in this section unless the
- 2 <u>context clearly indicates otherwise:</u>
- 3 "Police department." This term shall have the same meaning
- 4 as provided under section 2162 (relating to definitions).
- 5 "Police officer." This term shall have the same meaning as
- 6 provided under section 2162.
- 7 § 9122. Pension service credit for prior service with police
- 8 department.
- 9 A county, city, borough, town, township or regional police
- 10 department shall amend its ordinance or resolution establishing
- 11 <u>a police pension fund to provide full-time police officers the</u>
- 12 option to purchase up to five years of pension service credit
- 13 for prior part-time or full-time police service provided in a
- 14 police department.
- 15 § 9123. Computation of amount due.
- The amount due for the purchase of credit for prior police
- 17 service shall be computed by:
- 18 (1) multiplying the average normal cost rate for
- 19 borough, town, township and regional police pension plans as
- certified by the Auditor General but not to exceed 10%, by
- 21 the member's average annual rate of compensation over the
- 22 first three years of service with the police department; and
- 23 (2) multiplying the product from paragraph (1) by the
- 24 number of years and fractional part of a year of creditable
- 25 prior police service being purchased together with interest
- at the rate of 4.75% compounded annually from the date of
- 27 initial entry into full-time service with the police
- department to the date of payment.
- 29 § 9124. Ineligibility.
- 30 No police officer shall be eliqible to purchase service

- 1 <u>credit for prior police service for which the officer otherwise</u>
- 2 <u>receives or is entitled to receive pension service credit from</u>
- 3 any other pension fund.
- 4 Section 2. This act shall take effect in 60 days.