THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

1910 Session of 2023

INTRODUCED BY MUNROE, HADDOCK, JOZWIAK, PIELLI, STEELE, SANCHEZ, MADDEN, BRENNAN, BURGOS, McNEILL, BOROWSKI, DONAHUE, DELLOSO, HILL-EVANS, WARREN, WATRO, T. DAVIS, TAKAC, O'MARA, BRIGGS, MALAGARI, KULIK, PROBST, KAZEEM, GERGELY, HANBIDGE, MARKOSEK AND DALEY, DECEMBER 12, 2023

REFERRED TO COMMITTEE ON STATE GOVERNMENT, DECEMBER 12, 2023

AN ACT

- Amending Title 53 (Municipalities Generally) of the Pennsylvania Consolidated Statutes, in municipal pensions, providing for 2 pension service credit for prior service with police 3 department. 4 5 The General Assembly of the Commonwealth of Pennsylvania 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: 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.
- 9125. Applicability to Pennsylvania Municipal Retirement 17

- 1 <u>System.</u>
- 2 § 9121. Definitions.
- 3 The following words and phrases when used in this subchapter
- 4 shall have the meanings given to them in this section unless the
- 5 <u>context clearly indicates otherwise:</u>
- 6 "City." The term does not include a city of the first class.
- 7 <u>"Police department."</u> As defined under section 2162 (relating
- 8 to definitions).
- 9 <u>"Police officer."</u> As defined under section 2162.
- 10 § 9122. Pension service credit for prior service with police
- department.
- 12 <u>A city, borough, town, township or regional police department</u>
- 13 <u>shall amend its ordinance or resolution establishing a police</u>
- 14 pension fund to provide full-time police officers who have
- 15 <u>satisfied vesting requirements the option to purchase up to five</u>
- 16 years of pension service credit for prior part-time or full-time
- 17 police service provided in a police department.
- 18 § 9123. Computation of amount due.
- 19 The amount due for the purchase of credit for prior police
- 20 service shall be computed by:
- 21 (1) multiplying the normal cost rate for the police
- 22 pension plan a police officer is buying into, but not to
- 23 <u>exceed 10%, by the police officer's average annual rate of</u>
- 24 compensation over the first three years of service with the
- 25 police department; and
- 26 (2) multiplying the product from paragraph (1) by the
- 27 <u>number of years and fractional part of a year of creditable</u>
- 28 prior police service being purchased together with interest
- at the rate of 4.75% compounded annually from the date of
- 30 initial entry into full-time service with the police

- 1 <u>department to the date of payment.</u>
- 2 § 9124. Ineligibility.
- 3 The following apply:
- 4 (1) A police officer shall not be eligible to purchase
- 5 <u>service credit for prior police service for which the officer</u>
- 6 <u>otherwise receives or is entitled to receive pension service</u>
- 7 <u>credit from any other pension fund.</u>
- 8 (2) A police officer shall not be eligible to purchase
- 9 <u>service credit for prior police service that combined with</u>
- 10 credited military service exceeds five years.
- 11 § 9125. Applicability to Pennsylvania Municipal Retirement
- 12 <u>System.</u>
- Nothing in this subchapter shall be interpreted to impact the
- 14 portability and transfer of service credits between system-
- 15 administered pension plans within the Pennsylvania Municipal
- 16 <u>Retirement System.</u>
- 17 Section 2. This act shall take effect in 60 days.